

JPRS-LAM-86-070

4 AUGUST 1986

# Latin America Report

## TABLES OF CONTENTS

JPRS-LAM-86-001, 2 JANUARY 1986-

JPRS-LAM-86-055, 25 JUNE 1986



FOREIGN BROADCAST INFORMATION SERVICE

#### NOTE

JPRS publications contain information primarily from foreign newspapers, periodicals and books, but also from news agency transmissions and broadcasts. Materials from foreign-language sources are translated; those from English-language sources are transcribed or reprinted, with the original phrasing and other characteristics retained.

Headlines, editorial reports, and material enclosed in brackets [ ] are supplied by JPRS. Processing indicators such as [Text] or [Excerpt] in the first line of each item, or following the last line of a brief, indicate how the original information was processed. Where no processing indicator is given, the information was summarized or extracted.

Unfamiliar names rendered phonetically or transliterated are enclosed in parentheses. Words or names preceded by a question mark and enclosed in parentheses were not clear in the original but have been supplied as appropriate in context. Other unattributed parenthetical notes within the body of an item originate with the source. Times within items are as given by source.

The contents of this publication in no way represent the policies, views or attitudes of the U.S. Government.

#### PROCUREMENT OF PUBLICATIONS

JPRS publications may be ordered from the National Technical Information Service, Springfield, Virginia 22161. In ordering, it is recommended that the JPRS number, title, date and author, if applicable, of publication be cited.

Current JPRS publications are announced in Government Reports Announcements issued semi-monthly by the National Technical Information Service, and are listed in the Monthly Catalog of U.S. Government Publications issued by the Superintendent of Documents, U.S. Government Printing Office, Washington, D.C. 20402.

Correspondence pertaining to matters other than procurement may be addressed to Joint Publications Research Service, 1000 North Glebe Road, Arlington, Virginia 22201.

2 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

- Chilean Foreign Minister on Talks With Peru  
(Jaime del Valle Interview; LA TERCERA DE LA HORA,  
17 Nov 85)..... 1

## ARGENTINA

- ERRATUM: HERALD Publishes Crespo Report on Falklands War  
(BUENOS AIRES HERALD, 17 Nov 85) ..... 4

## CHILE

- Lowered Imports Raising Balance of Payments for 1985  
(EL MERCURIO, 5 Nov 85)..... 12
- Central Bank Reports on Trade Balance Growth  
(EL MERCURIO, 30 Oct 85)..... 14
- PS-Briones Rejects Dialogue With Government  
(Juan Jorge Faundes; EFE, 3 Dec 85)..... 16
- Seguel Receives Spanish Labor Union Leaders  
(EFE, 2 Dec 85)..... 18
- Military Involvement in Rights Violations Isolates Pinochet  
(EL TIEMPO, 22 Oct 85)..... 20
- Opposition Leaders React to Valdes' Speech  
(EL MERCURIO, 22 Nov 85)..... 22
- Allamand: Accord Can Accommodate Government, All Parties  
(EL MERCURIO, 27 Oct 85)..... 24
- Influences Exerted on Copper Contracts Revealed to Nation  
(Maria Jose Luque, Fernando Paulsen; ANALISIS,  
22 Oct 85)..... 25

Opposition Ticket Wins University Elections (EL MERCURIO, 22 Nov 85).....	28
Concepcion University Conflict Nears Solution (Santiago Domestic Service, 28 Nov 85).....	29
Advisory Commission Completes Draft of Electoral Law (EL MERCURIO, 31 Oct 85).....	30
CHILE	
Briefs	
Court Indicts Mensaje Director	32
Consul to Barcelona	32
Fruit Fly Agreement With Peru	32
Canadian, Uruguayan Ambassadors	32
Santiago-Montevideo Flight	32
School Political Activities Banned	32
Wine Industry Problems Addressed	33
Refineries Show Substantial Losses	33
COSTA RICA	
Briefs	
PUN Denied Election Registration	34
CUBA	
Party Assemblies Discuss Inefficiency, Training Problems (BOHEMIA, Nos 38, 39; 20, 27 Sep 85).....	35
Holguin Meeting, by Miguel A. Masjuan	35
Villa Clara, Matanzas Meetings	36
Teenagers in 'Prevention Circles' Help To Combat Truancy (Jesus Barreto; MONCADA, Oct 85).....	39
Capture of Havana City Supermarket Thieves Recounted (Alfonso Puron; MONCADA, Oct 85).....	43
DOMINICA	
Briefs	
Charles on Constitution	46
Parties in Roseau Election	46
Coffee, Citrus Imports Ban	47
UK Marketing Assistance	47

## GRENADA

Government, University To Evaluate Cuba Graduates (CANA, 8 Nov 85).....	48
<b>Briefs</b>	
BWIA Flight Cancellation	49
Call for Humphrey's Release	49
Far East Investment	49

## NICARAGUA

CDN Addresses Conference for Peace, Democracy (LA REPUBLICA, 8 Nov 85).....	51
Problems With Managua Public Services Discussed (LA PRENSA, 5 Sep 85).....	53
<b>Briefs</b>	
Cooperation Agreement With Sweden	57
Polish Donation	57
Dutch Cooperation	58
Sweden Donates Farm Equipment	58
Hungarian Donation	58

## PERU

Communist Deputy on APRA Policy, IU Factions, Terrorism (Gustavo Espinoza Montesinos Interview; EL NACIONAL, 3 Nov 85).....	59
PCP-PR Secretary General Discusses Issues (Alberto Moreno Interview; LA REPUBLICA, 27 Oct 85)....	64
First 3 Months of Garcia Presidency Evaluated (QUEHACHER, Oct/Nov 85).....	76
Economic Accomplishments, Difficulties, by Javier Iguiniz	76
10 Percent Policy Effects, by Humberto Campondonico	86
Garcia's Political Style, by Victor Hurtado	89
Political, International Policies, by Henry Pease Garcia	91
Urban Housing, Urgent Issue, by Mario Zolezzi	97
President Faces Choices, by Cesar Hildebrandt	101
Agricultural Policy Examined, by Orlando Plaza	103
Civil Guard, Police Receive Weapons Supply (EL COMERCIO, 11 Nov 85).....	109
Proposed Military Promotions Announced; Numbers Limited (EL COMERCIO, 13 Nov 85).....	110

Mining Enterprises Losing \$10 Per Ton Produced (EL COMERCIO, 11 Nov 85).....	112
Briefs	
New Wells, Exploration Planned	114
Iran, Nigeria New Markets	114
Record Man-Hours Lost in October	115
Garcia Statements at FAO Meeting	115
Aid to Peru	115
USSR-Peru Debt Negotiated	116
Argentine Credit Line	116
ST LUCIA	
Compton at UWP Convention, Predicts Economic Upturn (CANA, 4 Nov 85).....	117
Banana Growers Review Security, Other Problems (THE WEEKEND VOICE, 12 Oct 85).....	119
Case of Teachers Union Official Investigated, Assessed (THE WEEKEND VOICE, 5, 12 Oct 85; CRUSADER, 12 Oct 85).	120
Union Statement	120
Police Probe	121
Workers Revolutionary Movement Role	121
New Youth Council Proceeding After Meeting With Government (THE WEEKEND VOICE, 12 Oct 85; CRUSADER, 12 Oct 85)....	124
Report on 5 October Session	124
Labour Organ's Coverage	125
VENEZUELA	
Energy Minister on Diversification of Oil Exports Market (EL UNIVERSAL, 5 Nov 85).....	127
Government Announces Increase in Oil Royalties (C. R. Chavez; EL UNIVERSAL, 7 Nov 85).....	130
Briefs	
Foreign Exchange Earnings	133

3 January 1986

# LATIN AMERICA REPORT

## CONTENTS

### INTER-AMERICAN AFFAIRS

Latin American Parliament Approves 'Montevideo Declaration' (EL PAIS, 13 Oct 85).....	1
Venezuelans Intercept Cocaine Bound for Trinidad-Tobago (TRINIDAD GUARDIAN, 4 Dec 85).....	5
Antigua's Bird: East-West Rivalry Deters Security Pact (THE DAILY GLEANER, 14 Nov 85).....	8
Grenada's Blaize, in Jamaica, Cites Threat of Communism (CANA, 25 Nov 85).....	9
Warning Against Satellite Telecommunications in Caribbean (THE DAILY GLEANER, 15 Nov 85).....	10

### ANTIGUA AND BARBUDA

Briefs	
Trade Warning	12

### BARBADOS

Briefs	
Tull Attack on CBI	13

## BRAZIL

Sarney Views Election Results, AD's Performance; Comment (O ESTADO DE SAO PAULO, 19 Nov 85).....	14
Sarney's Views, Jose Sarney Interview	14
Strengthening AD Given Priority	17
Planalto Considers Results Positive	17
Sao Paulo Outcome Analyzed, Editorial	18
Sarney To Control Privatization, Price Speculation Programs (O ESTADO DE SAO PAULO, 12, 21 Nov 85).....	20
Broad Presidential Controls	20
All-out War Against Speculation	21
Power Restored to CADE	22
Sarney's Involvement Termed 'Message'	23
No Results Until 1986	24
Imports To Restrict Inflation	25
Editorial on Foreign Debt, IMF, Baker Plan (Editorial; O ESTADO DE SAO PAULO, 4 Dec 85).....	26
Rosemberg's Rise to Power, Economic Philosophy Discussed (O ESTADO DE SAO PAULO, 10 Nov 85).....	28
Sayad Outlines Strategy for Growth in 1986 (O ESTADO DE SAO PAULO, 16 Nov 85).....	30
Portugal's Entry Into EEC To Affect Trade (O ESTADO DE SAO PAULO, 21 Nov 85).....	32
Air Force To Receive 50 More French Helicopters (O ESTADO DE SAO PAULO, 10 Nov 85).....	33
Naval Forces, Missions, Administrative Structure Detailed (Joao da Cruz Payao; TECNOLOGIA MILITAR, No 9, 1985).....	34
Embraer To Exhibit Aircraft at PRC Fair in Shanghai (O ESTADO DE SAO PAULO, 19 Nov 85; O GLOBO, 11 Nov 85)...	53
China Considered 'Ideal Partner'	53
Several Models Attract Interest, by Pedro Paulo Rezende	54
Fourth, Longest Antarctic Expedition To Be Launched (O ESTADO DE SAO PAULO, 15 Nov 85).....	56
Planting in Rio Grande Do Sul Suspended Due to Drought (O ESTADO DE SAO PAULO, 13 Nov 85).....	58

Briefs	
Support for Quadros Presidency	59
VW Export Goal	59
CHILE	
Sixty Percent of Total Exports Going to Six Countries (EL EXPORTADOR, Nov 85).....	60
Ranking of 40 Principal Exports During First Half 1985 (EL EXPORTADOR, Nov 85).....	64
Mining Sector Accounts for 54 Percent of Total Exports (EL EXPORTADOR, Nov 85).....	70
Nations Requesting New Exports (EL EXPORTADOR, Nov 85).....	80
COLOMBIA	
Austria Denies Extradition of Economist (EL TIEMPO, 7 Dec 85).....	82
DOMINICA	
Police Block Wage Protest March by Civil Servants (EXPRESS, 3 Dec 85).....	84
Briefs	
Douglas on Regional Parliament	85
Council Candidate Withdrawals	85
Agricultural, Industrial Aid	85
Taiwan Fishing Loan	86
EL SALVADOR	
FDR's Ungo Interviewed on U.S. Intervention (LA HORA, 24 Nov 85).....	87
GRENADA	
NNP Groups Will Seek To Take Power at Convention (CANA, 22 Nov 85).....	93
Constitution Review Commission Offers Suggestions (CANA, 23 Nov 85).....	95
Head of State's Role	95
Changes in Senate	96
Canadian Aid Package To Update Telephone System (CANA, 23 Nov 85).....	97

## GUYANA

### Briefs

New Visa Requirements	98
-----------------------	----

## NICARAGUA

Julio Lopez Interviewed on United States, Contadora (BARRICADA, 5 Dec 85).....	99
---	----

UNO Issues Communique on OAS (Edmundo Dante Dolphy; LA ESTRELLA DE PANAMA, 5 Dec 85)...	103
--	-----

### Briefs

Country Joins Intersputnik	105
Bulgarian Donation	105

## PERU

Interior Minister on Crime, Police-Military Jurisdictions (Abel Salinas Izaguirre Interview; EL COMERCIO 20 Oct 85).....	106
--	-----

New Studies Disagree on Current Number of Public Enterprises (EL COMERCIO, 20 Oct 85).....	113
---	-----

### Briefs

Price Regulation Office Created	117
Food Imports; Bureaucratic Growth	117

## ST VINCENT AND THE GRENADINES

Mitchell Addresses Party's 10th Anniversary Meeting (TRINIDAD GUARDIAN, 5 Dec 85).....	118
---	-----

Mitchell Explains Policies Regarding Foreign Firms (THE VINCENTIAN, 15 Nov 85).....	119
--	-----

MNU Leader Gonsalves Gives Views on Various Issues (THE VINCENTIAN, 25 Oct 85).....	120
--	-----

### Briefs

Youth Council Officers	122
------------------------	-----

## URUGUAY

Opposition Approves Budget; Deficit To Increase 60 Percent (EL DIA, 24 Oct 85).....	123
--	-----

Council of Ministers Draws Plan To Reduce Unemployment (EL PAIS, 25 Oct 85).....	126
---	-----

Zerbino Rejects Changes in Refinancing Bill (EL PAIS, 25 Oct 85).....	129
--	-----

6 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

EEC Agrees to Deficit Balance of Andean Group Exports (EL COMERCIO, 31 Oct 85) .....	1
---	---

## BERMUDA

Developments Leading Up to Election, Aftermath Reported (THE ROYAL GAZETTE, various dates) .....	3
NLP 'No' to PLP Link	3
NLP Fund-Raising	4
Swan Election Announcement	5
GAZETTE Poll	7
Assessment of Results	8
Swan's Victory Address	11
NLP Parliamentary Plans	12
Threat of Labor Unrest	13
Industrial Union's Organ Discusses Politics of Race (Calvin Smith; THE WORKERS VOICE, 11 Oct 85) .....	14
Parties Refuse To Open Books to Public Scrutiny (THE ROYAL GAZETTE, 2 Oct 85) .....	16
Job Favoritism for Foreigners Hit--'Must Be Stopped' (Editorial; THE WORKERS VOICE, 25 Oct 85) .....	17
Anti-Drug Actions Subject of Political Contention (THE ROYAL GAZETTE, 9, 23 Oct 85) .....	18
Drug Agency Inaction	18
Absence of Drug Statistics	19
Briefs	
Teachers Wage Pact	20
Civil Servants Wage Pact	20

## BRAZIL

Medeiros Praises Sarney, Pires in Press Statement (O ESTADO DE SAO PAULO, 16 Oct 85) .....	21
Sarney's Approach to Ministerial Changes in 1986 Discussed (O ESTADO DE SAO PAULO, 23 Oct 85) .....	23
Rio Military Club Manifesto Opposes Involvement in Politics (O ESTADO DE SAO PAULO, 22 Oct 85) .....	26
Cardoso on Exile, Possible Presidential Candidacy (Fernando H. Cardoso Interview; O ESTADO DE SAO PAULO, 31 Oct 85) .....	28
Magalhaes Forecasts Ministerial Changes, Centrist Party (Carlos Chagas; O ESTADO DE SAO PAULO, 31 Oct 85) .....	34
Ambassador Urges Elimination of Protectionism Before Talks (O ESTADO DE SAO PAULO, 1 Nov 85) .....	37
BC Head on Participation of Foreign Capital, New Money (O ESTADO DE SAO PAULO, 22 Oct 85) .....	38
FAB Defines Specifications of Future Supersonic Jet (Godoy; O ESTADO DE SAO PAULO, 23 Oct 85) .....	40
Briefs	
New PCB Headquarters .....	43
CACEX Trade Surplus Forecast .....	43

## CHILE

Seven Groups Clarify Positions on National Accord (EL MERCURIO, 3 Nov 85) .....	45
Fresno Holds Closed Meeting With Politico-Economic Leaders (Patricia O'Shea; QUE PASA, 25-31 Jul 85) .....	56
Measures To Strengthen Small, Medium Business Announced (EL MERCURIO, 3 Nov 85) .....	61
Steel, Electric Employees Buying Company Stocks (TERCERA DE LA HORA, 23 Oct 85) .....	64
CORFO Head Explains Reasons for Sale of Parastate Industries (Fernando Hormazabal Gajardo Interview; TERCERA DE LA HORA, 20 Oct 85) .....	66
Ministry Presents Strategy To Surmount Copper Crisis (EL MERCURIO, 3 Nov 85) .....	74

Current Petroleum Situation, Historic Development (Eugenio B. Viloni; ENERGIA 2001, Oct 85) .....	77
Proposed Methanol Plant Expected To Produce Profits (EL MERCURIO, 6 Nov 85) .....	83
Government Proposes Measures To Enhance Agricultural Sector (EL MERCURIO, 31 Oct 85) .....	85
Briefs	
Unemployment Registers Slight Increase	89
State Subsidizes Irrigation Improvements	89
Southern Farm Debt Total	89
PANADEC Political Party Created	90
Coal Mine Sites Evaluated	90

## COLOMBIA

2 Parties Confer on Differences Over Election of Mayors (Jesus Medina S.; EL TIEMPO, 1 Oct 85) .....	92
Supreme Court President Says Government Neglects Court Needs (Fernando Uribe Restrepo Interview; EL ESPECTADOR, 17 Nov 85) .....	94
Itinerary for 1986 Papal Visit Announced (EL TIEMPO, 29 Oct 85) .....	99
Financial System Reform Based on 10 Basic Changes (Carlos Pineros; EL COMERCIO, 26 Sep 85) .....	101
First Half 1985 Production Up; Sales, Wages Down (Carlos Pineros; EL TIEMPO, 29 Oct 85) .....	105
Finance Minister Blames Economic Problems on Business Sector (EL ESPECTADOR, 26 Sep 85) .....	107
ECOPETROL Facing Difficult Financial Situation (Arturo Menendex Vall-Serra; EL SIGLO, 7 Oct 85) .....	109
Agrarian Reform Program Called Inadequate Vehicle for Policy (Hernan Jaramillo Ocampo; EL TIEMPO, 18 Nov 85) .....	119
Coffee, Oil, Coal Contribute to Improved Balance of Payments (Miguel Fadul; EL ESPECTADOR, 17 Nov 85) .....	122
Briefs	
Background of Supreme Court Head	126
Foreign Investments Listed	127
ECOPETROL Losses Announced	127

## DOMINICA

### Briefs

DLP Replacement for John	128
--------------------------	-----

## GUATEMALA

Mayor of Capital Comments on Election Victory (PRENSA LIBRE, 5 Nov 85) .....	129
Non-Governmental Commission on Human Rights Situation (PRENSA LIBRE, 31 Oct 85) .....	130
IVA Payment Fraud Discovered by Ministry of Finance (PRENSA LIBRE, 30 Oct 85) .....	135

## JAMAICA

PNP Continues Attacks on Government, JLP Expounds Policies (THE DAILY GLEANER, various dates; CANA, various dates)	137
PNP on Auction, Elections	137
Manley on Foreign Investment	139
JLP Retreat Resolution	140
Carl Stone Comments	141
JLP Shake-up Denial	143
Manley on PNP Protests	143
Manley on 'Threat to Democracy'	144
Seaga Domestic Tour	145
Manley Promises to Private Sector	146
Manley on Economy	148
Seaga 'No' to Elections	149
Seaga on Economic Reforms	150
Seaga Defends Media Policy, Raps GLEANER Campaign (CANA, 25 Nov 85) .....	152
Seaga Reports to Parliament on State of Economy (THE DAILY GLEANER, 4 Nov 85) .....	154
Divestment Policy	154
Import Controls	156
Carl Stone Assessment	157
Seaga: Foreign Team To Assess Structural Adjustment (THE DAILY GLEANER, 11 Nov 85) .....	160
Businessmen Discuss Jamaican Dollar; Parity Maintained (THE DAILY GLEANER, 7 Nov 85) .....	162
PNP Official Killed in Robbery, High-Level Probe Begun (THE DAILY GLEANER, 12 Nov 85) .....	164

Briefs	
Minister Says Americans Fuel Local Drugs Trade	165
Honduran Poaching	165
Parish Staff Cuts	166
Education Cutbacks	166
Hydroelectric Plant	166
Canadian Grant	166

## MEXICO

Ideological Orientation of Sonora Cabinet Called Ultraright (Guillermo C. Zetina; EXCELSIOR, 3 Oct 85) .....	167
Chihuahua Candidates; Velazquez' Worries; Leftist Unity (Humberto Aranda; EXCELSIOR, 4 Nov 85) .....	168
PRI Internal Democratization Endorsed by Lugo Verduzco (Humberto Aranda; EXCELSIOR, 30 Oct 85) .....	170
Former Bodyguard of Durazo Moreno Son Attacked (EXCELSIOR, 30 Oct 85) .....	172
Release of Faz Sanchez From Detention Stirs Angry Threat (Jesus Victor Ferrer; EXCELSIOR, 8 Oct 85) .....	173
Guerrero: ACNR Political Group Tied to Bank Robbery (Enrique Diaz Clavel; EXCELSIOR, 12 Oct 85) .....	175
Draft 1986 Federal Budget Expenditures, Revenues Surveyed (Gilberto D'Estrabau, Luis de Cervantes; EXCELSIOR, 16 Nov 85) .....	176
Leftists Suspected in Plot Against Oil Workers' Union Leader (Lubin Jimenez; EXCELSIOR, various dates) .....	189
Suspects Named	189
Links to Bank Robberies	190
Briefs	
PRI Candidate Selection Process Extolled	192
Veracruz: 201 PRI Municipal Victories	192
New Use for Durazo Residence	193

## NICARAGUA

Internationalists Build Schools in Special Zone III (BARRICADA, 6 Sep 85) .....	194
Water Rationing in Managua Begins Again (LA PRENSA, 5 Sep 85) .....	196
Energy, Manpower Problems in Siuna Viewed (BARRICADA, 19 Sep 85) .....	197

## PERU

Press Charges Less Freedom Than Under Belaunde (Luis Morales; EL DIARIO DE MARKA, 7 Oct 85) .....	199
IU Resistance to Barrantes' Registration Efforts Lessening (Arnulfo Basagoytia; EQUIS X, 30 Sep 85) .....	201
Nicaraguan Vice President Comments on Lima Group Initiative (Sergio Ramirez Interview; EL DIARIO DE MARKA, 13 Oct 85) .....	203
Soviet Peace Committee Visits Newspaper (EL DIARIO DE MARKA, 16 Oct 85) .....	207
Central Bank Releases Study on Export Promotion Measures (EL COMERCIO, 13 Oct 85) .....	209
Agreement To Promote Rice Cultivation in Upper Huallaga (EL COMERCIO, 30 Oct 85) .....	213
Briefs	
Ministry Jurisdiction Outlined	215
'Bill-Checks' No Longer Tender	215
New Governmental Appointments	216
Acid Leaching Raises Production	216
Shoppers Protest Food Prices	217
New University, Education Laws	217

## VENEZUELA

Need for Negotiations Within AD Leadership Underlined (Ramon Hernandez; EL UNIVERSAL, 7 Nov 85) .....	218
Dean of Patricio Lumumba University Leads Soviet Delegation (TRIBUNA POPULAR, 11-17 Oct 85) .....	220
Energy Minister on Possibility of OPEC Crisist Next March (C. R. Chavez; EL UNIVERSAL, 3 Nov 85) .....	222
Need To Promote Private Investments Underlined (Leandro Canto; ZETA, 24 Oct-4 Nov 85) .....	225
Labor Minister Discusses Unemployment, Other Issues (Simon Antoni Pavan Interview; EL NACIONAL, 10 Nov 85) ..	228
Matos Azocar Analyzes Current Economic Situation (EL NACIONAL, 15 Nov 85) .....	232

10 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

ECLA Predicts Lowered Prices, Higher Interest on Exports (EL MERCURIO, 9 Nov 85) .....	1
Windward Islands' Banana Exports Show Increase for 1984 (THE WEEKEND VOICE, 2 Nov 85) .....	3

## BAHAMAS

Reportage, Comment on PLP Annual Convention (THE FREEPORT NEWS, 30 Oct, 1 Nov 85; THE TRIBUNE, 1, 2 Nov 85) .....	4
Attack on Pindling Actions, Editorial	4
Roker Appeal to Pindling, by Marcia Bethell	6
Roker on Immigration	8
Pindling Keynote Address, by Anthony Forbes	8
Pindling Thanks for Support, by Anthony Forbes	10
Appointment of Task Forces, by Anthony Forbes	12
Further Comment on PLP Annual Convention (THE TRIBUNE, 4, 7 Nov 85; THE FREEPORT NEWS, 4, 5 Nov 85)	14
Review of Proceedings, by Colin Higgins	14
Attorney General's Address	15
Family Islands' Future, by Marcia Bethell	17
Chairman's Press Release	19
Call for Economic Plan, by Marcia Bethell	20
Criticism of Pindling Government Comes From Various Quarters (THE FREEPORT NEWS, various dates; THE TRIBUNE, 7 Nov 85)	22
Chamber President's Remarks	22
Ex-PLP Official's Views, by Simon Lewis	24
RNM Rally, by Colin Higgins	26
TUC Political Plans, by Simon Lewis	28

Pindling Introduces 'Balanced' Budget for 1986 (Anthony Forbes; THE TRIBUNE, 25 Nov 85) .....	31
FNM Action Group Criticizes Policy Toward Haitians (THE TRIBUNE, 22 Nov 85) .....	34
Government Warns Against Flying Without Permits, Licenses (THE TRIBUNE, 13 Nov 85) .....	36
Civil Aviation Department Will Become Corporation (Anthony Forbes; THE TRIBUNE, 13 Nov 85) .....	37

#### BARBADOS

St John Seeks Consultative Mechanism for CBI (Reudon Eversley; CANA, 24 Nov 85) .....	39
Comments Indicate Thaw in Ties With Trinidad-Tobago (DAILY NATION, 19 Nov 85; SUNDAY SUN, 1 Dec 85) .....	41
Union Views .....	41
Conciliatory Note From St John .....	41
Police Taking New Initiatives in Fight on Drug Trafficking (BARBADOS ADVOCATE, 29 Nov 85) .....	43
IDB Loan Will Assist Industry, Tourism, Fishing Sectors (BARBADOS ADVOCATE, 28 Nov 85) .....	44
Better Quantity, Quality of Cane Expected Next Year (WEEKEND NATION, 1-2 Nov 85) .....	45
Public Workers Union Calls for Minister's Resignation (BARBADOS ADVOCATE, 3 Dec 85) .....	46
Briefs	
Unemployment Figures .....	47
Incidence of Arson .....	47

#### BELIZE

Clandestine Publication in North Backs Unity With Mexico (THE REPORTER, 17 Nov 85) .....	48
British Ambassador Describes Plans for Aid (THE BELIZE TIMES, 17 Nov 85) .....	49
PUP Involvement With Drug Trafficking Alleged (THE BEACON, 16 Nov 85) .....	50
Briefs	
New Treasury Head .....	52
PUP Constituency Meeting .....	52

## CHILE

ICI President Talks With Opposition Members (EFE, 11 Dec 85) .....	53
Poll Reportedly Shows Pinochet Unpopular (CAUCE, 3-9 Dec 85) .....	54
MDP Sees 1985 as Bad Year for Human Rights (Santiago Radio Chilena, 10 Dec 85) .....	55
Labor Leaders Call Wage Hikes Welcome But Inadequate (EL MERCURIO, 14 Nov 85) .....	57
Military, Church, Political Leaders Condemn Carabinero Death (EL MERCURIO, 13 Nov 85) .....	59
Nation Supports UK Decision To Leave UNESCO (Carlos Velazco; Santiago Domestic Service, 10 Dec 85) ...	64

## DOMINICA

Civil Servants Warned About Ideological Subversion (EXPRESS, 9 Dec 85) .....	65
---	----

## GRENADA

Business Leader Cites Shortcomings Hurting CBI (BARBADOS ADVOCATE, 28 Nov 85) .....	67
Paper Calls for Quick Government Action on Constitution (Editorial; THE GRENADIAN VOICE, 16 Nov 85) .....	68
Government Forms Council To Draft Development Strategy (THE GRENADIAN VOICE, 9 Nov 85) .....	70
NNP In-Fighting Described, as Convention Nears (THE GRENADIAN VOICE, 23 Nov 85) .....	73
Minister of Labor Alexis Denies 'Resignation' Story (THE GRENADIAN VOICE, 16 Nov 85) .....	76

## JAMAICA

Reportage on Visit of Trinidad-Tobago's Prime Minister (THE SUNDAY GLEANER, 17 Nov 85; THE DAILY GLEANER, 19 Nov 85) .....	77
Chambers' UWI Speech	77
Dinner Speeches	78

JLP Holds Annual Conference; Seaga Confronts Issues (THE SUNDAY GLEANER, 24 Nov 85; THE DAILY GLEANER, 25 Nov 85) .....	79
Reports on Proceedings	79
Seaga Overview	80
PNP Explains Why It Seeks Elections at This Time (THE DAILY GLEANER, 23 Nov 85) .....	81
Manley Criticizes JLP for Delaying Local Elections (THE DAILY GLEANER, 25 Nov 85) .....	83
Seaga Outlines Proposed Changes in Income Tax System (THE DAILY GLEANER, 27 Nov 85) .....	84
Other Economic Issues in Spotlight--Prices, Wages (THE DAILY GLEANER, various dates; CANA, 6 Dec 85) .....	86
Call for Price Cuts	86
Governor General's Appeal	87
New Minimum Wage	87
Teacher Wage Dispute	88
Government-Formed Task Force on Exports To Report Regularly (THE SUNDAY GLEANER, 24 Nov 85) .....	89
Cane Losses Cited; New Uses for Land Proposed (H. G. Helps; THE DAILY GLEANER, 26 Nov 85) .....	90
PNP Chairman Patterson Discusses Situation of Press (THE DAILY GLEANER, 29 Nov 85) .....	91
Briefs	
Media Objectivity Law	93
Parish Protest	93
Youth Program	93
All-Out Alumina Production	93

## PERU

Energy Minister on Renegotiation of Oil Contracts (Wilfredo Huaita Nunez; CARETAS, 30 Sep 85) .....	95
Lima Mayor Discusses 'Revolutionary Violence' (EXPRESO, 1 Dec 85) .....	101
Navy Manufactures Machineguns, Rifle Grenades (Lima Panamericana Television Network, 9 Dec 85) .....	102

Briefs	
Governmental Appointments	103
Social Security System Reorganized	103
Interior, Defense Budgets Denounced	104
Workers Demand Job Security	104
Official Visits To Arrange Summit	104

#### ST CHRISTOPHER-NEVIS

Bank Report Shows 1984 GDP Growth of 4.1 Percent (THE DAILY GLEANER, 18 Nov 85) .....	106
--	-----

#### ST LUCIA

Josie, Odium May Patch Up SLP, PLP Differences (THE WEEKEND VOICE, 2 Nov 85) .....	107
Josie Press Release	107
PLP Organ's Report, by Nicholas Joseph	108
PLP Plans Party Congress To Start 19 January 1986 (CRUSADER, 16 Nov 85) .....	110
Poverty Situation To Be Studied by National Groups (THE WEEKEND VOICE, 16 Nov 85) .....	111
Odium Calls on Unions To Protest Compton Statement (CRUSADER, 9 Nov 85) .....	113
PLP Organ Reports Compton Criticism of Minister (CRUSADER, 9 Nov 85) .....	114
National Youth Council To Be Formally Launched (CRUSADER, 16 Nov 85) .....	115
Ex-Teachers Union Leader Offers To Withdraw Resignation (CRUSADER, 2 Nov 85) .....	117
Report on Economy for Fiscal Year Ending 31 March 1985 (THE WEEKEND VOICE, 9 Nov 85) .....	119
Government Acts on Foreign Exchange, Then Backs Down (THE WEEKEND VOICE, 9, 16 Nov 85) .....	121
Announcement of New Measures	121
Successful Protests, by David Vitalis	122
Criticism of Government 'Confusion', Editorial	123

## TRINIDAD AND TOBAGO

Drugs Are One Concern in New Fishing Pact With Venezuela (TRINIDAD GUARDIAN, various dates; EXPRESS, 27 Nov, 3 Dec 85) .....	125
U.S., Caracas Roles, by Kit Roxburgh	125
Plans for Further Talks, by Ria Taitt	127
Pact's Provisions, by Kit Roxburgh	128
Joint Commission	131
Commission Functions	132
Sales to Venezuela	133
GUARDIAN's Assessment, Editorial	134
Opposition Asks Chambers To Reconvene Parliament (TRINIDAD GUARDIAN, 7 Dec 85) .....	135
Paper Assails Government Inclination To Withhold Information (Editorial; TRINIDAD GUARDIAN, 2 Dec 85) .....	136
CNR Women Hit Government on Mottley Incident, Other Issues (EXPRESS, 26 Nov 85) .....	138
Government's Handling of Mottley Shooting Criticized (EXPRESS, 2 Dec 85; TRINIDAD GUARDIAN, 4 Dec 85) .....	139
Disdain for Press, Public; Editorial	139
Robinson Call for Explanation	141
Problems Within PNM, Role of Cabinet Assessed (Clevon Raphael; SUNDAY GUARDIAN, 1 Dec 85) .....	142
Opposition Leaders Comment on Elections, Policies (EXPRESS, various dates; SUNDAY GUARDIAN, 1 Dec 85) .....	146
Panday on NAR Strategy	146
Robinson on Local Government	147
Robinson on Private Sector	147
Election Prediction	148
Bias Toward Tobago Assembly, by Compton Delph	149
Caroni Sugar Workers Impose 'Work-To-Rule' (Mikey Mahabir; TRINIDAD GUARDIAN, 23 Nov 85) .....	150
Union Voices Concern Over Climate Of Industrial Relations (EXPRESS, 29 Nov 85) .....	151
Early End to DEWD for '85 Sparks Violent Protest (TRINIDAD GUARDIAN, 30 Nov 85) .....	152

Favorable Trade Figures Registered So Far in '85 (CANA, 22, 23 Nov 85; TRINIDAD GUARDIAN, 29 Nov 85) ....	154
Doubled Surplus	154
CARICOM Totals, by Debra Ransome	154
6-Month Figures	155
Union Leader Warns Employers Group of Trouble Ahead (TRINIDAD GUARDIAN, 6 Dec 85; EXPRESS, 9 Dec 85) .....	156
Call for 'More Democracy'	156
Anti-OWTU Moves, by Heather Hollingsworth	157
Paper Sees Merit in U.S. Suggestions on Divestment (Editorial; TRINIDAD GUARDIAN, 7 Dec 85) .....	159
Text of Robinson Speech to Trinidad Chamber of Commerce (SUNDAY GUARDIAN, 8 Dec 85) .....	160
Briefs	
New Envoy to UK	164
Loan for UK Exports	164
Union Unity	164
PNM Anti-Drug Campaign	165



13 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

New Caribbean Fears of U.S. Sugar Quota Cuts Cited (EXPRESS, 10 Dec 85).....	1
Further Details on Venezuela-Trinidad Cocaine Links (TRINIDAD GUARDIAN, 6 Dec 85).....	2
Caribbean Government Officials To Address Drug Problems (TRINIDAD GUARDIAN, 9 Dec 85).....	3
Caribbean Leaders Back Seaga's 'Democratic Union' (THE DAILY GLEANER, 25 Nov 85).....	4
OECS Heads of Government Confer in Kingstown (CANA, 28 Nov 85).....	5
Caribbean Countries Showing Trade Surplus With UK (CANA, 4 Dec 85).....	6
Havana Radio Views Sentence Against Argentine Officers (Havana International Service, 16 Dec 85).....	8
Andean Parliaments Meeting Views Foreign Debt (Havana International Service, 15 Dec 85).....	10
Interamerican Press Associations Resolutions (HOY, 28 Oct 85).....	11
Chile, Argentina To Conduct Joint Operations in Antarctic (EL MERCURIO, 27 Oct 85).....	17

Briefs	
CARICAD Headquarters	19
OECS Agency's HQ	19
Mexico, Bolivia Sign Agreement	19
Chile, Argentina Border Traffic	20

## ARGENTINA

PLO Representation Reportedly 'Probable' in March 1986 (Nancy Sosa; EL PERIODISTA, 7 Nov 85).....	21
--	----

Socialists Reject Radical Government's Policies (TELAM, 21 Dec 85).....	24
--	----

Economic, Social Conference Holds First Meeting (NOTICIAS ARGENTINAS, 19 Dec 85).....	25
--	----

Briefs	
CGT Withdraws From Talks	27
New Military Household Chief	27
Defense Under Secretary Named	27
Agreement With Yugoslavia	27
Trade With USSR Discussed	27

## BRAZIL

New Republic Leaders' Involvement in Mayoral Elections Seen (O ESTADO DE SAO PAULO, 29 Oct 85).....	28
--	----

Almost 20 Percent of Families Live on One-Fourth Minimum Wage (O ESTADO DE SAO PAULO, 29 Oct 85).....	30
--	----

Air Force Minister on Unity To Strengthen Democratic Process (O ESTADO DE SAO PAULO, 27 Oct 85).....	32
---	----

China, Japan Targeted as Market for Export Drive (Nelson Lemos; O ESTADO DE SAO PAULO, 27 Oct 85).....	34
---	----

Dream To Become Oil Exporter Close to Realization (Ramona Ordonez; O GLOBO, 13 Oct 85).....	37
--	----

Proalcohol Program Results Assessed To Begin Third Phase (GAZETA MERCANTIL, 14 Nov 85).....	40
--	----

Alcohol Program Changes Course, by Marcia Raposo	40
New Directions Are Necessary, by Marcia Raposo	42
Problem of Oversupply Faced, by Suely Caldas	44
Oil Price Drop Poses Problem for Alcohol, by Rita Medeiros	45
IAA-CENAL Merger Proposed Being Readied, by Sergio Garschagen	46
Alcohol-Powered Car Sales Up Sharply, by S. Stefani	47
Producer Subsidies To Be Phased Out, by Sergio Garschagen	49

PETROBRAS Production Plans, Strategies, Prospects Discussed (VISAO, 13 Nov 85).....	51
--	----

## CHILE

General Canessa Regarded as 'Indispensable' to Pinochet (Grace Gibson; QUE PASA, 24 Oct 85).....	58
President Discusses Nation's Future, Position on Marxism (Augusto Pinochet Interview; COSAS, 5 Sep 85).....	61
University of Chile Rector on Student Unrest, Elections (Roberto Soto Mackenney Interview; EL MERCURIO, 20 Oct 85).....	73
Carabineros Law Professor Defends Institutional Merit (Miguel Otero Latrhop; QUE PASA, 7 Nov 85).....	84
2 Percent GDP Growth Projected for Current Year (EL MERCURIO, 19 Oct 85).....	90
Carabineros Chief Seeks Increase in Personnel (Rodolfo Stange Oelckers; EL MERCURIO, 13 Nov 85).....	92
300 Businessmen Polled on Economic Opinions, Predictions (EL MERCURIO, 13 Nov 85).....	94
CES Recommends Increase in Regional Development Funds (EL MERCURIO, 13 Nov 85).....	96
National Energy Commission Head on Oil Substitution Goals (LA NACION, 27 Oct 85).....	98
Forestry Sector Augments Exports, Plantings, Conservation (EL MERCURIO, 19 Oct 85).....	106
Ships, Processing Plants Add to Fishing Sector Capability (EL MERCURIO, 28 Oct 85).....	108
Iron, Steel Industry Exports to EEC, Japan Increase (LA NACION, 30 Oct 85).....	110
Minister Presents Long-Range Strategy for Copper Industry (EL MERCURIO, 9 Nov 85).....	112
Briefs	
2 New AF Generals	114
Renegotiations Aid Small Debtors	114

## COLOMBIA

Bankers Form Group To Study Debt Restructuring (Dario Fernando Patino; EL ESPECTADOR, 5 Sep 85).....	115
Unemployment Rate Rising Faster in Bogota Than Other Cities (Arturo Menendez Vall-Serra; EL SIGLO, 5 Sep 85).....	118
Manufactured Metal Products Import Substitution Urged (EL SIGLO, 31 Aug 85).....	121

## CUBA

PCC Congress, City Services Discussed at Havana Party Assembly (Ilse Bulit; BOHEMIA, No 41, 11 Oct 85).....	123
Cadre Concerns, Other Issues Subject of Guantanamo Party Meeting (BOHEMIA, No 41, 11 Oct 85).....	127
Winter Cane Planting Behind Schedule, 'Worrisome' (Raul Lazo; BOHEMIA, No 43, 25 Oct 85).....	129

## MEXICO

Some PRI Figures Urge Limits on Foreign Debt Payment (EXCELSIOR, various dates).....	131
Export-Linked Payments Recommended	131
Call for Moratorium, by Guillermo C. Zetina	132
Opposition From IEPES Head, by Guillermo C. Zetina	132
Moratorium Called Destabilizing, by Guillermo C. Zetina	132

## NICARAGUA

PSD Leader on Shrinking Political Space (Luis Rivas Leiva Interview; LA NACION, 2 Nov 85).....	134
'Censored' Speech by Jesuit Priest Published (LA NACION, 28 Sep 85).....	138
Lawyers Organization Founded in Managua, Other Cities (Maximo Guillermo Alonso; LA PRENSA, 16 Oct 85).....	140
Study Shows Lack of Employment Opportunities for Women (BARRICADA, 21 Oct 85).....	142
Briefs Health Workers Quit	145

## PERU

Regional Survey Shows Garcia With 90 Percent Public Support (CARETAS, 4 Nov 85).....	146
Relations With Neighbors Should Have Highest Priority (Manuel D'Ornellas; CARETAS, 4 Nov 85).....	152
Principles of APRA Long-Range Plans Announced by CONAPLAN (Javier Tantalean Arbulu Interview; CARETAS, 4 Nov 85)...	154
IU Members of Labor Commission Issue Dissenting Statement (EL NACIONAL, 27 Sep 85).....	160
Briefs	
Economist Webb Publishes Book	162
September Inflation Rate Down	162
Businessmen Discuss Wage Hikes	162

## VENEZUELA

Poll Surveys Government Performance in Banking Crisis (EL DIARIO DE CARACAS, 21 Oct 85).....	164
Gas Pipeline Network To Be Completed in 1993 (EL DIARIO DE CARACAS, 21 Oct 85).....	172



14 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Chile, Peru Issue Comments on Improved Relations (EL MERCURIO, 1 Dec 85) .....	1
Proposals To Facilitate Chile-Argentina Integration (EL MERCURIO, 2 Dec 85) .....	4
Briefs	
Peru-Venezuela Copper Wire Production	5

## CHILE

Independent Democratic Union Presents Political Objectives (Jaime Guzman Interview; EL MERCURIO, 24 Nov 85) .....	6
Christian Social Movement Leader on Political Parties Law (Juan de Dios Carmona Interview; COSAS, 14 Nov 85) ....	17
Public Surveyed on Church-State Relations (QUE PASA, 28 Nov 85) .....	22
Temuco Catholic University Students Give Political Opinions (Jorge Saquel, et al. Interview; CAUCE, 12 Nov 85) ....	26
Conservatives Objected to Appointment of New U.S. Ambassador (Genaro Arriagada Interview; COSAS, 14 Nov 85) .....	30
Study Analyzes Political, Economic Aspects of Santiago Slums (Eugenio Tironi; MENSAJE, Dec 85) .....	36
Lagos: Debt Strategy Must Include Political Considerations (Ricardo Lagos; MENSAJE, Dec 85) .....	42
Informal Economy Involves 1 of Every 3 Economically Active (Ana Maria Gibson; ECONOMIA Y NEGOCIOS, Nov 85) .....	48
Housing Ministry To Push Eradication of Marginal Dwellings (LA NACION, 29 Nov 85) .....	53

Briefs	
Oil Production/Consumption Proportion	56
Admiral Recommends New Port	56

## COLOMBIA

85 Percent of Bogota Believes Nation at Crisis Point (EL TIEMPO, 1 Dec 85) .....	58
Each Congressman To Have Two Bodyguards, Added Security (EL TIEMPO, 22 Nov 85) .....	63
Galan: Subversion Solution Lies in Social Analysis (EL TIEMPO, 29 Nov 85) .....	65
Administration, Labor Sign Economic, Social Agreement (EL TIEMPO, 19 Nov 85) .....	66
Comptroller Denounces Poor Governmental Fiscal Management (EL TIEMPO, 21 Nov 85) .....	70
1986 Budgets Totaling Over 1 Trillion Pesos Approved (EL TIEMPO, 21 Nov 85) .....	74
Amnesty Program Has Cost 789 Million Pesos in 3 Years (EL TIEMPO, 29 Nov 85) .....	76
No Acquiescence to Foreign Pressure for Oil Exports (EL ESPECTADOR, 22 Nov 85) .....	79
Monetary Board Approves Measures on Capitalization, Imports (EL TIEMPO, 21 Nov 85) .....	81
Briefs	
Export Products, Ports Ranked	83
Coffee Crop Not Damaged	83

## CUBA

Low Cane Production in Peasant Sector Analyzed (Orlando Gomez; GRANMA, 23 Oct 85) .....	84
--	----

## MEXICO

PAN Chihuahua Gubernatorial Candidate Choice Set for 26 Jan (Guillermo C. Zetina; EXCELSIOR, 29 Nov 85) .....	88
PAN Angered by Bill To 'Reform' Chihuahua Election Law (Guillermo C. Zetina; EXCELSIOR, 5 Dec 85) .....	89
Eight PRI Durango 1986 Gubernatorial Contenders Named (Guillermo C. Zetina; EXCELSIOR, 7 Dec 85) .....	91

Judge Sees Further Delay Before Verdict in Diaz Serrano Case (Miguel Cabildo; PROCESO, No 471, 11 Nov 85) .....	92
B. Juarez on Clerical Deputies Quoted in Episcopal Organ (Olimon Nolasco; DOCUMENTACION E INFORMACION CATOLICA, 24 Oct 85) .....	94
Banrural Increases Interest Rates on Loans to Farmers (Jaime Contreras Salcedo; LA JORNADA, 12 Oct 85) .....	96
Briefs	
Rail Workers' Wage Boost .....	98

#### NICARAGUA

Motives, Hopes of FDN Peasant Refugee Recruits Explored (Kurt Kister; SUEDEDEUTSCHE ZEITUNG, 5 Dec 85) .....	99
---	----

#### PERU

IU Parties Demand End To Support for Garcia Administration (EL DIARIO DE MARKA, 14 Nov 85) .....	104
Red Fatherland Head Gives Opinions on Barrantes' Leadership (Alberto Moreno Interview; EQUIS X, 18 Nov 85) .....	107
Administration Studies Extension of USSR Contract (EL COMERCIO, 17 Nov 85) .....	112
Minister of Justice Denies State of Civil War (Luis Gonzalez Posada Interview; EL DIARIO DE MARKA, 13 Nov 85) .....	114
Puno Department Seen as Test for APRA Development Policy (Jose Maria Salcedo; QUEHACER, Aug-Sep 85) .....	118
Industries React to APRA Price Control Policy (PERU ECONOMICO, Nov 85) .....	130
Minister Considers Proposed Budget Realistic, Adjustable (EL COMERCIO, 22 Nov 85) .....	132
Survey of Opinions on Reduction of Military Spending (PERU ECONOMICO, Nov 85) .....	134
Deputy Reports on Trip to Argentina, Prospects for Trade (Remigio Morales Bermudez Interview; EL NACIONAL, 13 Nov 85) .....	139
Mining Sector Proposing Relief Measures (PERU ECONOMICO, Nov 85) .....	143

U.S. Banks Accused of Complicity in CPV Purchase of Two Ships (EL NACIONAL, 25 Nov 85) .....	146
Microcomputers To Cut Time Required for Oil Studies (EL COMERCIO, 25 Nov 85) .....	148
Italian Technical Aid To Build 200-Mile Fishing Fleet (EL COMERCIO, 15 Nov 85) .....	150
<b>Briefs</b>	
Tin Production Pising	152
13 Generals, 2 Ambassadors Confirmed	152
Garcia, Barrantes Confer	153
Fewer Army Generals Planned	153
CGCP Hosts International Meeting	154
Governmental Appointments	154
Parties Against Zionism Resolution	154
Electro-Peru Announces 1986 Projects	154

17 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

## Briefs

Peru Sells Ecuador Hexane	1
---------------------------	---

## BAHAMAS

Text of Pindling's Budget Presentation to Parliament (THE TRIBUNE, various dates) .....	2
Opposition Leader Criticizes Major Features of Budget (Anthony Forbes; THE TRIBUNE, 5 Dec 85) .....	15
Pindling Outlines Program To Boost Development, Jobs (Anthony Forbes; THE TRIBUNE, 4 Dec 85) .....	17
Paper Scores PLP Administration for 'Dismal Record' (Editorial; THE FREEPORT NEWS, 14 Nov 85) .....	19
New Ambassador From Venezuela Presents Credentials (THE TRIBUNE, 28 Nov 85) .....	22
PLP Dissension Discerned in Move Against Nottage (Athena Damianos; THE TRIBUNE, 5 Dec 85) .....	23
Minister Sees Local Government as Key to Future (CANA, 19 Nov 85) .....	25
British Team Here for 'Inspection' of Police Force (Athena Damianos; THE TRIBUNE, 29 Nov 85) .....	26

## BARBADOS

Government Aid to Sugar Industry Raises Concerns (TRINIDAD GUARDIAN, 16 Dec 85) .....	28
--	----

## BRAZIL

Sarney Prepared To Implement Cabinet Reform in February (O ESTADO DE SAO PAULO, 3 Dec 85) .....	29
--	----

- a -

CNBB Outlines Demands for Constituent Assembly Candidates (O ESTADO DE SAO PAULO, 30 Nov 85) .....	31
Amaral Supports Sarney's Plea for Tolerance (O ESTADO DE SAO PAULO, 21 Dec 85) .....	33
Army Minister Comments on Extremism, November Elections (O ESTADO DE SAO PAULO, 20 Nov 85) .....	34
Navy To Buy Motorboats, Create Coast Guard (O ESTADO DE SAO PAULO, 21 Dec 85) .....	36
PT Head Rejects Alliance With PDT, Warns Government (O ESTADO DE SAO PAULO, various dates) .....	38
Lula Rejects Alliance	38
Land Reform Advocated	39
Imports Deemed Sufficient To Make Economic Growth Viable (O ESTADO DE SAO PAULO, 3 Dec 85) .....	41
Briefs	
South African Attack Denounced	43
Salvador Flood Damage	43
Whaling Prohibited	43
Ore Carrier-Tanker Christening	43

#### CHILE

Government To Allow 30 Exiles To Return (AFP, 21 Dec 85) .....	44
Christian Left Says Mobilization Only Option (Santiago Radio Chilena, 27 Dec 85) .....	45
MDP Letter Seeks Agreement With AD (Santiago Radio Chilena, 27 Dec 85) .....	47
Ricardo Lagos Comments on National Accord (Ricardo Lagos Interview; COSAS, 3 Oct 85) .....	49

#### ECUADOR

Central Bank Official on Economy, Policies (Quito Voz de los Andes, 29 Dec 85) .....	58
Briefs	
Spanish, Brazilian Credits	59
Students Seek Restoration of Nicaragua Ties	59
Febres Cordero Issues Law on Pricing	59
Currency Restrictions for Travelers	59

## GRENADA

Dissension in Ruling Coalition Assessed, Decried (Various sources, various dates) .....	61
NPP Convention .....	61
Spillover in House .....	62
Attorney General Issue .....	63
Lament Over 'Factionalism' .....	64
Minister Cites 'Illegal Activities' at Point Salines Airport (THE GRENADIAN VOICE, 7 Dec 85) .....	66
Economic Council Helps Local Private Enterprise (CANA, 18 Nov 85) .....	67

## GUATEMALA

Economy Vice-Minister Explains New Tariff Agreement (Alvaro Galvez Mis; PRENSA LIBRE, 6 Oct 85) .....	68
Briefs	
Chixoy Undamaged by Quake .....	71
Refugees in Mexico .....	71
New Union Federation .....	72

## GUYANA

Hoyte Characterizes Thrust of New Administration (EXPRESS, 17 Dec 85) .....	73
Ten Churchmen Criticize Kirton's Election Comments (CANA, 19 Nov 85) .....	74
Details of Upcoming Soviet Trade Mission's Visit Cited (TRINIDAD GUARDIAN, 17 Dec 85) .....	76
Briefs	
Sugar Production Problems .....	77
McDavid in Zambia .....	77

## HONDURAS

Replacement of Commander Martinez Avila Said Due 19 Dec (Radio America, 16 Dec 85) .....	78
---	----

## NICARAGUA

PSD Secretary General on Foreign Debt (LA PRENSA, 8 Sep 85) .....	79
Student Mobilization Organized for Coffee Harvest (BARRICADA, 26 Sep 85) .....	81

## PARAGUAY

Foreign Minister Addresses OAS Meeting (HOY, 5 Dec 85) .....	83
Political Opening Seen in Multiparty Group (AFP, 28 Dec 85) .....	85
Colorado Party Clarifies Political Opening (LA TARDE, 28 Dec 85) .....	87
Church Praises Legal Action Against Corruption (EL DIARIO, 7 Dec 85) .....	88
<b>Briefs</b>	
Socioeconomic Planning Office Secretary	90
Police Ban Metal Workers Assembly	90
Exile's Attempt To Return Home Fails	90
New MILR Leaders	91
Mendez Fleitas Dies	91

## PERU

5 Give Opinions on Effects of Lowered Inflation Rates (CARETAS, 11 Nov 85) .....	92
Prime Minister Publishes Book: 'The Future Begins Today' (Jose Benavente; EQUIS X, 11 Nov 85) .....	96
Former GR Officer on Police Corruption, Reorganization (Juan Pablo Terrazas Interview; EQUIS X, 11 Nov 85) .....	98
Commission Studies Amazon Basin Economic, Social Development (Esteban Ocampo R.; EL DIARIO DE MARKA, 17 Oct 85) .....	102
Price Controls Said Creating Drop in Production (CARETAS, 14 Oct 85) .....	104

## ST CHRISTOPHER-NEVIS

Government Action on Salaries Praised, Assailed (Various sources, various dates) .....	106
Bonus, Increase Decision	106
1986 Freeze	107
Simmonds Plans Sugar Industry Revamping, Aid to Workers (Various sources, various dates) .....	108
Text of 7 November Address, by Kennedy Simmonds	108
Union Organ's Criticism, Editorial	113

Trades, Labour Union Meets; Officers Relected (Various sources, various dates) .....	118
Report on Proceedings	118
Election of Officers	119
DEMOCRAT's Assessment, Editorial	120
ST VINCENT AND THE GRENADINES	
Mitchell Addresses NDP Convention; Officers Elected (CANA, 4 Dec 85) .....	122
Briefs	
Union Wage Demands	123
TRINIDAD AND TOBAGO	
Devaluation Highlights Chambers' 1986 Budget Submission (TRINIDAD GUARDIAN, 18 Dec 85) .....	124
Prime Minister's Presentation	124
Budget Highlights	126
Spending Features	127
Panday Comment	129
Impact on Tobago	129
Manufacturers' Reaction	130
Tobago Assembly Assails Government Over Fishing Pact With Venezuela (Compton Delph; EXPRESS, 12 Dec 85) .....	132
'Wanton Trawling' Depleting Coastal Fishing Resources (Valentino Singh; TRINIDAD GUARDIAN, 11 Dec 85) .....	134
Visa Requirement for Grenadians Ended; Government Criticized (TRINIDAD GUARDIAN, various dates) .....	137
Padmore Announcement	137
GUARDIAN Complaints, Editorial	138
Briefs	
Foreign Debt Increase	141
VENEZUELA	
Briefs	
Ambassadorial Appointments	142
Agricultural Growth Rate	142



JPRS-LAM-86-008

22 JANUARY 1986

# Latin America Report

## TABLES OF CONTENTS

JPRS-LAM-85-057, 3 JULY 1985-

JPRS-LAM-85-106, 31 DECEMBER 1985

**FBIS** FOREIGN BROADCAST INFORMATION SERVICE



23 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## ANGUILLA

Briefs	
1986 Budget	1

## ANTIGUA AND BARBUDA

Parliament Gives Government OK on Nassau Understanding (CANA, 25 Nov 85).....	2
Cabinet In-Fighting Alleged; V.C. Bird Responds (OUTLET, 8, 15 Nov 85; NATION'S VOICE, 15 Nov 85).....	3
ACLM Organ's Charge	3
New Ministerial Appointment	5
Prime Minister's Reply	5
Further Criticism of Bird	6
ACLM Organ Charges 'Big Shots' Involved in Drug Trade (OUTLET, 25 Oct 85).....	9
Hector Charges, Raps Militarization of Caribbean (Tim Hector; OUTLET, 25 Oct 85).....	11
ATLU Organ Hits Hiring of Foreigners Over Citizens (R. A. Bascus; THE WORKERS VOICE, 23 Nov 85).....	17
France To Assist With Enhancements at Airport (NATION'S VOICE, 31 Oct 85).....	18
Government Failure To Activate Industrial Court Assailed (THE WORKERS VOICE, 9 Nov 85).....	19

Briefs	
Barbuda Customs Office	21
Foreign Ministry Appointment	21
Crop Marketing	21
EEC Aid for Roads	22

## BELIZE

Esquivel Addresses Various Issues in Public Appearances (Variou sources, various dates).....	23
Dangriga Speech	23
Payment to Cane Farmers	24
Alleged PUP 'Theft'	25
Economic Overview	25
Attack on Mexico	27
Criticism of Fiscal Remarks	27
Police Involvement in Drugs Alleged; U.S. DEA Role Hit (Variou sources, various dates).....	29
Probe of Officials	29
Allegations Implicating PUP	30
Arrest of Police Official	30
Bugging of Phones	31
Further Reportage on Alleged Police Involvement in Drugs (THE BELIZE TIMES, 24 Nov, 1 Dec 85; AMANDALA, 29 Nov 85).....	32
Government 'Collusion' With U.S.	32
AMANDALA on 22 Nov Story	32
Call for Anti-U.S. Stand	34
Drug Dealers Said To Threaten Members of Peace Corps (AMANDALA, 29 Nov 85).....	36

## BRAZIL

Three Human Rights Accords Signed; Sarney Address (Jose Sarney; O ESTADO DE SAO PAULO, 29 Nov 85).....	37
BC Projects 1986 Balance of Payments Surplus at \$600 Million (O ESTADO DE SAO PAULO, 3 Dec 85).....	41
Briefs	
1985 Foreign Debt Interest	43

## CHILE

PDC Leader Launches 1986 Political Platform (Santiago Radio Chilena, 31 Dec 85).....	44
Socialist Leader on Mobilization Plans for 1986 (Santiago Radio Chilena, 30 Dec 85).....	46
Lavandero Evaluates U.S. Position Toward Chile (Santiago Radio Chilena, 19 Dec 85).....	48
CNT Leadership Meets With Human Rights Observer (Santiago Radio Chilena, 16 Dec 85).....	49
Bishops Concerned Over Situation (Santiago Radio Chilena, 18 Dec 85).....	50
MIR Leader Addresses Armed Forces (ANALISIS, 17-23 Dec 85).....	51
Air Force Officer Returns to Africa (Santiago Domestic Service, 31 Dec 85).....	59
Performance of Economy, Prospects Viewed (Santiago Domestic Service, 20 Dec 85).....	60
Briefs	
Longshoremen Leave ILO, ECLA Headquarters	62
Newsmen Indicted	62
Journalists Demand Release of Newsmen	62
Construction of Methanol Plant	63
Former Ambassador Comments on Barnes	63
INTELSAT Transmissions to Antarctica	63
Political Prisoners Stage Strike	63
Opposition Magazine Newsmen Arrested	64
Labor Leader Discusses Accord	64
6 Arrested Women's Leaders Released	64
Court Rejects Union Leaders' Appeal	65

## COLOMBIA

National Electoral Council Members Appointed (Ismael Enrique Arenas; EL TIEMPO, 4 Dec 85).....	66
Nation May Underwrite Foreign Debt of Public Entities (Carlos Pineros; EL TIEMPO, 13 Dec 85).....	68
Economist Analyzes Betancur's '3 Economic Emergencies' (Guillermo Perry Interview; CROMOS, 2 Dec 85).....	70

## CUBA

Economy, MTT, Defense Zones on PCC Congress Agenda (Jose R. Machado Ventura Interview; BOHEMIA, No 45, 8 Nov 85).....	75
Retirement Discouraged for Fear of Social Security Overload (Jose M. Norniella; GRANMA, 26 Oct 85).....	79
New Civil Law To Take Effect in January 1986 (GRANMA, 30 Oct 85).....	81
Accusation of Terrorism-Drug Trafficking Tie Ridiculed (Gustavo Robreno; GRANMA, 29 Oct 85).....	83
Briefs	
New Toronto-Manzanillo Flights	86
New Albanian Ambassador	86
Enterprise Sanctioned for Cost Overruns	86
Castro Book Sold in Belgrade	87

## ECUADOR

Congress Approves 1986 Fiscal Budget (EL UNIVERSO, 28 Nov 85).....	88
Signs of Economic Improvement Reported (EL COMERCIO, 21 Nov 85).....	90
Development Plan Calls for \$33 Billion in Foreign Credit (EL COMERCIO, 21 Nov 85).....	91
Briefs	
Foreign Reserves Increase	93

## EL SALVADOR

Court Reinstates Guerrero as Attorney General (Pablo Antonio Ayala; ACAN, 11 Dec 85).....	94
--	----

## JAMAICA

Briefs	
Police Officials Killed	96

## MEXICO

Citizens Polled on Personal, National Well-Being in 1986 (Adip Sabag; EXCELSIOR, 13, 15 Dec 85).....	97
---	----

## NETHERLAND ANTILLES

Aruba, Curacao Islanders Polled on Ties With Netherlands (ANP NEWS BULLETIN, 10 Dec 85).....	98
---	----

## NICARAGUA

UNO's Calero Interviewed by NICARAGUA HOY (Adolfo Calero Portocarrero Interview; LA PRENSA, 21 Dec 85).....	99
Guidelines Issued for Emergency Radio Silence (EL NUEVO DIARIO, 24 Dec 85).....	101
Country's Demographic Problems Discussed (BARRICADA, various dates).....	102
Census Information, Projections	102
Growth of Managua, by Pablo E. Barreto	103
Housing Minister on Squatters	106
Briefs	
Donation From USSR, Czechoslovakia	108
Non-Reimbursable Swiss Loan	108

## PARAGUAY

PATRIA Editorial Scores Abrams' Remarks (PATRIA, 30 Dec 85).....	109
---	-----

## PERU

Relations With Cuba Seen Desirable in Spite of Castro (Julio Cabrera Moreno; EQUIS X, 2 Dec 85).....	113
Garcia Says Most National, U.S. Interests Coincide (Alan Garcia Interview; EQUIS X, 4 Nov 85).....	116
Leon De Vivero Appointed APRA Party Whip (Benjamin Odriozola; EQUIS X, 28 Oct 85).....	122
IU Political Pronunciamento Approved After Debate (Benjamin Odriozola; EQUIS X, 2 Dec 85).....	124
EQUIS X Explains IU Rift, Barrantes' Support for Garcia (Jorge Luis Acevedo; EQUIS X, 28 Oct 85).....	127
Fishing Sector Reactivation Funds (EL NACIONAL, 1 Dec 85).....	131

CPV Head Reveals Grave Condition of Merchant Fleet (Pedro Solis; EQUIS X, 2 Dec 85).....	133
---	-----

Briefs	
Presidential Computerized Information System	138

#### ST LUCIA

Briefs	
Taiwan Agricultural Project	139

24 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Peru, Colombia Group To Propose Increased Trade Agreement (EL COMERCIO, 14 Dec 85).....	1
--	---

## Briefs

Regional Mining Organization Created	3
--------------------------------------	---

## ARGENTINA

PCA Leaders Outline Methods of Struggle (NOTICIAS ARGENTINAS, 26 Dec 85).....	4
--	---

PCA Leader Athos Fava Assesses Mistakes, Proposes Accord (NOTICIAS ARGENTINAS, 28 Dec 85).....	6
---	---

PCA Denies Charges of Promoting Armed Struggle (DYN, 28 Dec 85).....	9
---	---

Athos Fava Discusses PCA Policy, Performance (Buenos Aires Argentina Televisora Color Network, 3 Jan 86).....	10
---	----

## BARBADOS

Officials, Press React to Trinidad-Tobago Devaluation (Various sources, various dates).....	12
--	----

ADVOCATE's Concern	12
St John Remarks to Parliament	13
Opposition Leader's Views	14

Trade Deficit Cited; Exports to Trinidad-Tobago Crucial (CANA, 17 Dec 85).....	16
Trade Imbalance With Japan Not Easily Reversed (Jewel Brathwaite; BARBADOS ADVOCATE, 16 Dec 85).....	17
Customs Department Seeks Larger Antidrug Role (BARBADOS ADVOCATE, 9 Dec 85).....	19
Union Statement Urges Better Government Help for Workers (BARBADOS ADVOCATE, 11 Dec 85).....	20
60 Government Projects To Provide 4,000 Jobs (SUNDAY SUN, 15 Dec 85).....	21
Briefs	
Foreign Reserves	22

#### BELIZE

Reportage on BDF Discontent, Demands for Wage Increase (THE REPORTER, 1 Dec 85; THE BELIZE TIMES, 24 Nov, 1 Dec 85).....	23
Defense of Police, BDF	23
BDF 'Discontent'	24
Decision on Wages	25
PUP Internal Dissension Sharpens as Convention Nears (THE BEACON, 30 Nov 85).....	26
Briefs	
Union-UDP Dispute	27

#### BOLIVIA

Briefs	
Cuban Book Donation	28
YPFB Recovers Oil Field	28
New Oil Exploration Program	28

#### BRAZIL

Sarney Assesses First 7 Months of Administration (O ESTADO DE SAO PAULO, 24 Oct 85).....	30
Sarney Ministerial Reform To Feature Cabinet Reshuffle (ISTOE, 27 Nov 85).....	32

Trade With Argentina To Be Conducted Without Using Dollar (O ESTADO DE SAO PAULO, 26 Nov 85).....	37
Cooperation With Argentina in Biotechnology To Be Initiated (O ESTADO DE SAO PAULO, 1 Dec 85).....	39
Austria Offers To Aid Entry of Products Into East Europe (O ESTADO DE SAO PAULO, 30 Oct 85).....	41
Program of Newly Elected Sao Paulo Mayor Quadros Outlined (Pedro Zan; O ESTADO DE SAO PAULO, 17 Nov 85).....	43
Efforts by Extreme Right To Exploit Difficulties Viewed (Carlos Chagas; O ESTADO DE SAO PAULO, 24 Oct 85).....	46
PT Assesses Party Showing in Municipal Elections (O ESTADO DE SAO PAULO, 24 Nov 85).....	49
Difficulties in Continued Maintenance of AD Discussed (O ESTADO DE SAO PAULO, 24 Nov 85).....	51
Army Minister Orders Privatization of Imbel (O ESTADO DE SAO PAULO, 22 Nov 85).....	53
IBGE: Unemployment Down in Six Major Cities Surveyed (O ESTADO DE SAO PAULO, 29 Oct 85).....	54
SEPLAN Projects 7.2 Percent 1985 Industrial Production Growth (O ESTADO DE SAO PAULO, 29 Oct 85).....	56
Briefs	
Oil Platform to Angola	58
Tanks to Saudi Arabia	58
Sonda-4 Launching	59

## CHILE

Andres Saldivar Calls for Civil Disobedience (Santiago Radio Chilena, 3 Jan 86).....	60
Pinochet's Ambition Cited as Cause of Tension (Havana International Service, 6 Jan 86).....	62
Communist Party Letter to Deputy Army Commander (ANALISIS, 24-30 Dec 85).....	64
PN's Pedro Correa Assesses Rightist Opposition (Pedro Correa Interview; CAUCE, 23-30 Dec 85).....	69

Di Giorgio Sees Prospects, Challenges for 1986 (Jose Ruiz di Giorgio Interview; ANALISIS, 24-30 Dec 85).	75
Liberal Party's Ureta Discusses Antisubversive Struggle (HOY, 23-29 Dec 85).....	77
Paper Views 'Jarpa Operation' (Ascanio Cavallo; HOY, 23-29 Dec 85).....	79
Mun's Allamand Says PDC Most Important National Party (Andres Allamand Interview; COSAS, 28 Nov 85).....	83
USEC Sponsors Dialogue Between Labor, Management Groups (Ximena Barros; QUE PASA, 21 Nov 85).....	91
Bilateral Committee Studies Three Areas of Trade With Japan (EL MERCURIO, 26 Nov 85).....	95
Japanese Report on Valparaiso, San Antonio Port Development (EL MERCURIO, 27 Nov 85).....	97
New Law Provides Foreign Investment Incentives (EL MERCURIO, 1 Dec 85).....	99
Results of University Student Elections (EL MERCURIO, 1 Dec 85).....	101
52 General Officers' Names, Positions (QUE PASA, 21 Nov 85).....	104
Future Copper Production Policy Defined (EL MERCURIO, 29 Nov 85).....	108
Selected Provisions of Banking Reform Law Examined (QUE PASA, 21 Nov 85).....	110
New Regulation Allows Improvement of Debt-Capital Ratio (EL MERCURIO, 2 Dec 85).....	115
Briefs	
1986 Budget Figures	120
New Emergency Zone Chief	120
Gallup Poll Reveals Pessimistic Expectations	120

# PERU

Development of Andean Food Crops Announced (EL COMERCIO, 2 Dec 85).....	121
Winter Wheat Varieties	121
High Altitude Corn	122
Incentives for Wheat Production	123

Independent Senator Criticizes APRA Economic Measures (Enrique Chirinos Soto Interview; EL NACIONAL, 25 Nov 85) ..	124
APRA Parliamentarians Seek Improved Party Discipline (Benjamin Odriozola; EQUIS X, 9 Dec 85) .....	132
Belaunde Makes First Criticism of Garcia Administration (Fernando Belaunde Interview; OIGA, 16 Dec 85) .....	134
Government Taking Calculated Risk in Supporting Sandinists (CARETAS, 2 Dec 85) .....	143
New Equipment Expected To Increase Gold Production (Samuel Frisancho; EL COMERCIO, 26 Nov 85) .....	147



27 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

World Bank Approves IDA Aid to Five OECS States (CANA, 26 Dec 85) .....	1
Report on CBI Details Caribbean Exports to U.S. (CANA, 21 Dec 85) .....	3

## BERMUDA

Election Results Bring Political, Government Shake-Ups (Various sources, various dates) .....	4
PLP Attack on NLP	4
Senate Changes	5
UBP Senators	5
PLP Leader's Views	6
Union Pressure on PLP	8
NLP Wooing of Unions	9
PLP Shadow Cabinet	10
NLP Leadership Changes	11
NLP Spat With Union Organ	12
NLP Fund-Raising Plans	13
UBP Constitutional Changes	13
NLP Rally	14
New PLP Chairman	15
PLP Senate Spokesman	15
Throne Speech Draws Quick Reaction From Opposition (THE ROYAL GAZETTE, various dates) .....	16
Text of Speech	16
Initial Opposition Questions	19
Swan-PLP Exchange	19
Police Commissioner Says Big Drug Dealers Are Known (THE ROYAL GAZETTE, 3 Dec 85) .....	21

Drug Dealers, Families Would Be Hit Under New Law (THE ROYAL GAZETTE, 7 Dec 85) .....	22
BRAZIL	
PT President Luiz da Silva Interviewed; Brizola Criticism (Various sources, various dates) .....	23
18 December Interview; Luiz Inacio da Silva Interview Brizola Criticizes Statement	23 27
Briefs	
Drought Losses in Mato Grosso Assessed	29
Missionaries Kidnapped in Angola	29
CHILE	
Pinochet Luncheons Seen Significant Public Relations Gambit (M. Ester Roblero; QUE PASA, 28 Nov 85) .....	30
Ex-Senator Responds to Critics of Valdes' Speech at Rally (Juan Hamilton Interview; COSAS, 28 Nov 85) .....	33
Secure Vehicle for Pope's Visit Designed (EL MERCURIO, 2 Dec 85) .....	39
La Escondida Zinc Production Expected To Begin in 1990 (EL MERCURIO, 30 Nov 85) .....	41
COLOMBIA	
Administration Seeks Funds To Pay 1986 Export Certificates (EL ESPECTADOR, 14 Nov 85) .....	43
Background of Proposed Oil Pipeline Negotiations Traced (Dario Fernando Patino; EL ESPECTADOR, 13 Nov 85) .....	44
Television Show Arouses Awareness of Foreign Oil Privileges (Dario Fernando Patino; EL ESPECTADOR, 20 Nov 85) .....	51
CUBA	
Havana Archbishop on Relations With State, Church Attendance (Jaime Ortega Interview; MENSAJE, No 345, Dec 85) .....	55
Savings Bank Urges Renters To Apply for Ownership (BOHEMIA, No 47, 22 Nov 85) .....	59
Briefs	
USSR Receiving Display Monitors	61

## ECUADOR

### Briefs

Febres To Visit U.S.	62
Legislators To Visit Cuba	62

## GUYANA

Government Studying UN Proposals on Essequibo Issue (CANA, 21 Dec 85) .....	63
Government Actions Toward Church Leaders Spark Row (Various sources, various dates) .....	64
Catholic Church's Charges	64
Kirton Comments	64
Archbishop's Expulsion	65

## JAMAICA

Opposition PNP Consulting on Development of Media Policy (THE DAILY GLEANER, 4 Dec 85) .....	66
Seaga Backs Down on Government Ownership in Broadcasting (TRINIDAD GUARDIAN, 19 Dec 85) .....	67
Government Introduces Bill To Insure Broadcasting Impartiality (THE DAILY GLEANER, 4 Dec 85) .....	68
World Bank Loan, Rescheduling of Debts Secured (CANA, various dates) .....	70
Loan for Power Company	70
Agreement With Japan	71
Agreements With Britain	72
Possible U.S. Protection of Ethanol Could Affect Exports (THE DAILY GLEANER, 30 Nov 85) .....	73
Bauxite Production, Exports Showing Decline (Various sources, various dates) .....	74
Drop in Output, by Paget de Freitas	74
1985 Exports	75
Fourth Government Payment to Sugar Producers Slated (THE DAILY GLEANER, 30 Nov 85) .....	77
Briefs	
Trade Deficit	78
Canadian Fertilizer	78

## MEXICO

### Briefs

Arid Lands Agreement With Argentina	79
-------------------------------------	----

## NETHERLANDS ANTILLES

New Law Limits Government Borrowing From Central Bank (CANA, 2 Jan 86) .....	80
---	----

## NICARAGUA

PPSC Leader on National Assembly, Church-State Relations (BARRICADA INTERNACIONAL, 12 Dec 85) .....	81
Atlantic Coast African Palm Production Described (BARRICADA INTERNACIONAL, 14 Nov 85) .....	83
Financial, Work Force Difficulties	83
Cooperative Project Successful	84

## PANAMA

PRD Letter to President Includes Views on Foreign Debt (Eric Arturo Delvalle; CRITICA, 27 Dec 85) .....	86
--	----

## PARAGUAY

Government Seeks Openings Outside Southern Cone (Francisco Figueroa; EFE, 27 Dec 85) .....	92
Labor Leader Criticizes Union-Freedom Law (LA TARDE, 23 Dec 85) .....	95
Effects of Foreign Debt Service Evaluated (ULTIMA HORA, 4 Jan 86) .....	96

## PERU

PUM's Diez Canseco: 'We Will Respond With Violence' (Javier Diez Canseco Interview; EL DIARIO DE MARKA, 24 Nov 85) .....	98
Newspaper Calls APRA Labor Bill Negative, Reactionary (Teodosio Gilvonio Conde; EL DIARIO DE MARKA, 29 Nov 85).	106
Czech Firms Exhibiting Machinery, Equipment at Lima Fair (UNIDAD, 21 Nov 85) .....	110
15 USSR Foreign Trade Entities Exhibit at International Fair (UNIDAD, 21 Nov 85) .....	113

## ST LUCIA

Government Silent on Top Policeman's Absence From Job (DAILY NATION, 11 Dec 85) .....	115
--	-----

### Briefs

Mallet on Trinidad Devaluation .....	117
--------------------------------------	-----

## ST VINCENT AND THE GRENADINES

Paper Urges Better Coast Guard for Fight on Drug Smuggling (Editorial; THE VINCENTIAN, 29 Nov 85) .....	118
--	-----

Mitchell Predicts Economic Boom in New Year (CANA, 26 Dec 85) .....	120
--	-----

## TRINIDAD AND TOBAGO

Further Reportage on Proposed 1986 Budget, Reaction (Various sources, various dates) .....	121
---	-----

Details on Exchange Rate .....	121
Economic Stimulation .....	123
Stimulation of Investment .....	125
Criticism of Devaluation, by Jerry Johnson .....	126
Foreign Exchange Reserves .....	128
Panday Response, by David Renwick .....	128
NAR Views, by Ria Taitt .....	130
Union Reservations .....	130
Press Criticism .....	131
Revenue Data .....	133

### Briefs

Caroni Layoffs .....	134
----------------------	-----

## URUGUAY

PIT-CNT Document Examines Developments, Perspectives (BUSQUEDA, 14 Nov 85) .....	135
---	-----

Sendic on Present Plans for Tupamaro Organization (Raul Sendic; EL PERIODISTA, 7 Nov 85) .....	141
---	-----



29 January 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

- Jamaican Government Reports on Official's Visit to Haiti  
(THE DAILY GLEANER, 6 Dec 85)..... 1
- Peru, Chile Issue Joint Statement After Ministers' Meeting  
(EL COMERCIO, 30 Nov 85)..... 2
- Peru, Ecuador Renew Study of River Development Project  
(Biaggio Arbulu Galliani Interview; EL COMERCIO,  
1 Dec 85)..... 5

## BRAZIL

- Tensions in U.S.-Brazilian Relations Examined  
(Editorial; O GLOBO, 9 Jan 86)..... 9

## CHILE

- ENAER To Sell Missile Test Stands  
(LA NACION, 5 Dec 85)..... 11
- CORFO Manager Discusses Sale of State Enterprises  
(Jose Martinez Munoz Interview; HOY, 2 Dec 85)..... 13
- Nine Leaders Submit Document Protesting Sale of State Enterprises  
(HOY, 11 Nov 85)..... 17
- CORFO Calls Public Enterprise Sales Objections Unfounded  
(EL MERCURIO, 14 Nov 85)..... 30
- Government Programs Created 380,000 New Jobs During 1985  
(LA NACION, 2 Dec 85)..... 32

Communist Leader Criticizes Pinochet Regime (Luis Corvalan; PRAVDA, 31 Oct 85).....	35
Briefs	
Undersecretary of Government Announced	39
COLOMBIA	
Betancur Analyzes National Situation With Officials (Bogota Television Service, 10 Jan 86).....	40
Attorney General Investigates Deportees From Panama (Bogota Television Service, 11 Jan 86).....	41
GUYANA	
Speeches by Hoyte on Foreign, Domestic Issues (SUNDAY CHRONICLE, 3 Nov 85).....	42
Report to Congress of People, by Hugh Desmond Hoyte	42
Address to PNC Council	50
Hoyte Aims Intention To Foster Ties With Soviet Union (GUYANA CHRONICLE, 8 Nov 85).....	52
Further Reportage on Run-Up to General Election (various sources, various dates).....	53
Union No-Strike Pledge	53
WPA on Military Role	53
Slap at Jagan	54
CHRONICLE on PPP-WPA Talks	55
WPA Press Conference	55
Radio Time for Parties	56
WPA on Radio Rights	57
PNC in PPP 'Strongholds'	58
Jagan Call for Protests	59
Jagan Talk of Unrest	59
Presidential Candidate Profiles	59
DLM Criticism of PPP	60
Oddities of Candidate Lists	61
Remarks by PPP's Collymore	62
WPA Leader's Speech	63
Government's Reply to Bishop Singh on Elections (SUNDAY CHRONICLE, 17 Nov 85).....	65
Court Writ Filed Against Anglican Synod Elections (SUNDAY CHRONICLE, 17 Nov 85).....	69

Church Leader Kirton's Letter on Elections Rejected (GUYANA CHRONICLE, SUNDAY CHRONICLE, 20, 24 Nov 85).....	70
Letter, Reactions	70
Religious Leaders' Protest	73
Correction on Signatories	74
PPP Leader Jagan Explains Policy on Election, Other Issues (GUYANA CHRONICLE, CATHOLIC STANDARD, 22, 24 Nov 85).....	75
First Campaign Broadcast	75
Government Options	76
Government, TUC Reach Accord on Wage Package (GUYANA CHRONICLE, CATHOLIC STANDARD, various dates).....	78
Government Proposals	78
TUC Reaction	80
TUC-Government Differences	80
Terms of Agreement	81
Police Commissioner Disputes Human Rights Charges (SUNDAY CHRONICLE, 10 Nov 85).....	83
Government Issues Details on New Visa Requirements (GUYANA CHRONICLE, 22 Nov 85).....	85
Article Discusses Pros. Cons of Caribbean Federation (Chanraj Bhagwandin; SUNDAY CHRONICLE, 24 Nov 85).....	86
Catholic Editor Calls for Aid Sanctions Against Government (TRINIDAD GUARDIAN, 1 Jan 86).....	88
Briefs	
Injunctions Against Union	89
Private Sector Role	89
Regional System Plans	89
National Electrical Grid	90

## NICARAGUA

Wheelock Says Price Increases Not Authorized (BARRICADA, 3 Jan 86).....	91
Health Minister Reports on Current Medical Situation (LA PRENSA, 7 Nov 85).....	92
Education Minister on Teachers Brigades (BARRICADA, 15 Nov 85).....	94
Primary School Drop-Out Rate Discussed (Roberto Fonseca; BARRICADA, 28 Oct 85).....	96

Editorial Explains Military Reserve Service (Pozo; BARRICADA, 29 Oct 85).....	100
Briefs	
USSR Donates Sugar, Rice	107
Danish Loan	107
PARAGUAY	
Foreign Exchange Rate Fluctuations Analyzed (ULTIMA HORA, 2 Dec 85).....	108
Full Investigation of BCP Foreign Exchange Fraud Urged (Editorial; ULTIMA HORA, 28 Nov 85).....	111
Briefs	
Exports Revenues	113
PERU	
Candidates for Mayor of Lima Begin Campaigns (EL NACIONAL, CARETAS, 1, 2 Dec 85).....	114
PPC: Bedoya de Vivanco, Luis Bedoya de Vivanco Interview	114
IU: Acosta del Pozo, Franklin Acosta del Pozo Interview	116
APRA Selection Speculated	118
Newspaper Publishes Conclusion From Study on Police Forces (EL COMERCIO, 6, 7 Dec 85).....	119
Selection, Training Requirements	119
Working Conditions, Benefits	120
PESCAPERU Announces Three New Products for Human Consumption (EL COMERCIO, 8 Dec 85).....	123
Briefs	
APRA Backs USSR Cooperation	125
Executive Branch To Appoint Envoys	125
Highway Construction Decentralized	125
Hydroelectric Plant Lacks Funds	126
VENEZUELA	
Foreign Minister on OAS Charter, Other Issues (EL NACIONAL, EL UNIVERSAL, 4, 6 Dec 85).....	127
Article Eight Reforms	127
Definition of OAS Role	127
Better Understanding With United States	128

3 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS |

Antigua Aids U.S. Goal of Militarizing Caribbean (CARIBBEAN CONTACT, Dec 85) .....	1
Paper Discusses Right-, Left-Wing Threats to Caribbean (Editorial; CARIBBEAN CONTACT, Dec 85) .....	3
Andean Development Corporation Funds Increased to \$1 Billion (EL SIGLO, 10 Dec 85) .....	5

## ANTIGUA AND BARBUDA

Union, Opposition Assail Government's Failings (Various sources, various dates) .....	8
Union Grievances .....	8
Government Travel Abuses .....	9
Review of Shortcomings, Editorial .....	10
Problems at Hospital .....	12
House Resolution Supports Nassau Understanding (THE WORKERS VOICE, 30 Nov 85) .....	14
ACLM's Role in Successful Opposition Examined (OUTLET, 6 Dec 85) .....	15
Briefs	
Minimum Wage Proposal .....	17

## BRAZIL

Criteria for Composition of New Ministerial Team Discussed (Carlos Chagas; O ESTADO DE SAO PAULO, 9 Nov 85) .....	18
Second Monetary Reform Since 1964 Deemed Inevitable (O ESTADO DE SAO PAULO, 13 Nov 85) .....	21
Campos Oil Field Projected To Yield 1 Billion Barrels (O ESTADO DE SAO PAULO, 14 Nov 85) .....	23

Briefs		
Arms Contract With Saudi Arabia		25
Orange Exports		25
CHILE		
Santiago Residents Polled on Changing Standard of Living		
(ERCILLA, 19 Dec 85) .....		26
Nation's Professional Class Seen Suffering From Lack of Jobs		
(QUE PASA, 12 Dec 85) .....		37
Briefs		
Emergency Zone Chiefs Named		43
Investment in Osorno Arab Bank		43
COLOMBIA		
Nontraditional Export Subsidies To Be Reduced in 1986		
(Jose Suarez; EL TIEMPO, 4 Dec 85) .....		45
Study Concludes Only 12 Percent of National Lands Arable		
(Hector Hernando Trujillo; EL TIEMPO, 16 Dec 85) .....		48
Dutch Oil Consortium Seeks Compensation for Pipeline		
(EL TIEMPO, 15 Dec 85) .....		50
Results of 2-Year Study on Mining Development Announced		
(Jose Fernando Lopez; EL TIEMPO, 16 Dec 85) .....		52
Briefs		
Government Raises Credit Standards		57
Minimum Wage Increased		57
DOMINICA		
Civil Servants Strike Settled; Charles Comments		
(THE NEW CHRONICLE, 13 Dec 85) .....		58
Terms of Settlement, by Morris Cyrille		58
Prime Minister's Remarks		59
Government, Opposition Clash Over Walk-Outs in House		
(THE NEW CHRONICLE, 13 Dec 85) .....		61
Briefs		
Public Debt		62
Canadian Water Aid		62
GRENADA		
Assessment of Alexis-Brizan NNP Leadership Contest		
(TRINIDAD GUARDIAN, 21 Dec 85) .....		63

## GRENADA

### Briefs

Carriacou Livestock Program	65
-----------------------------	----

## GUYANA

### Briefs

Attack on Catholic Editor	66
---------------------------	----

## PARAGUAY

Foreign Exchange Evasion Estimated at 70 Million Dollars (ULTIMA HORA, 30 Nov 85) .....	67
Criminal Judge Summons Central Bank President (ULTIMA HORA, various dates) .....	68
Appeal for Reversal	68
Threat of House Arrest	70

## PERU

Minister of Agriculture on Relations With Agrarian Council (Mario Barturen Interview; EL NACIONAL, 30 Nov 85) .....	71
Bank Study Shows Positive Response to Inflation Measures (EL COMERCIO, 1 Dec 85) .....	78
New Supreme Court Head To Decentralize Judiciary (EL NACIONAL, 6 Dec 85) .....	81

## ST LUCIA

Compton Warns of Politics in Decentralization Process (THE VOICE, 4 Dec 85) .....	83
Corruption Issue Raised by Opposition Forces (Various sources, various dates) .....	84
Foreign Exchange Leaks	84
Hunte Challenge, by Earl Bousquet	85
Government Scored for 'Frustrating' Collective Bargaining (THE WEEKEND VOICE, 7 Dec 85) .....	86
Briefs	
New Chamber Head	87

# TRINIDAD AND TOBAGO

Widespread Condemnation of Chambers' Budget Reported (Various sources, various dates) .....	88
Threat to Agriculture	88
Panday Speech in Parliament, by Basdeo Panday	89
Abandonment of Divestment	91
Panday on Revenue Shortfall	93
Attack on Private Sector	93
State Enterprise Losses	96
Weekes' Pessimism	97
Revenue From Devaluation, by David Renwick	97
GUARDIAN Criticism	98
Call for Government Resignation, by Mikey Mahabir	102
PPM Comment	102
Robinson in Interview Comments on Budget, Politics (A.N.R. Robinson Interview; SUNDAY EXPRESS, 29 Dec 85) ..	104
Paper Calls for Government Action Against Guyana (Editorial; TRINIDAD GUARDIAN, 31 Dec 85) .....	107
Paper Calls Minister of Security 'Non-Achiever of Year' (George Harvey; SUNDAY GUARDIAN, 22 Dec 85) .....	108
Police, Coast Guard Find Weapons in Port Container (Gail Alexander; TRINIDAD GUARDIAN, 3 Jan 86) .....	110
Airport Security Under Scrutiny After Bomb Scares (Various sources, various dates) .....	111
Piarco Flight Delays, by Omatie Lyder	111
Security Chief's Reaction, by Jerry Johnson	112
Security Costs	112
1984 Figures Show Decline in Tourist Arrivals (EXPRESS, 31 Dec 85) .....	114
Cane Farmers Call for Promised Distribution of Land (Mikey Mahabir; TRINIDAD GUARDIAN, 20 Dec 85) .....	115
Tobago MP Details Objections to Venezuela Fishing Pact (SUNDAY GUARDIAN, 22 Dec 85) .....	116
Fishermen Idle; Venezuelan Ratification of Pact Slow (Various sources, various dates) .....	118
Fishermen's Complaints, by Harry Partap	118
Plans for Interim Permits, by Clevon Raphael	119

More Criticism Voiced of Chambers' Proposed Budget	
(Various sources, various dates) .....	120
Overestimation of Revenue	120
OWTU Attack on Government	121
Robinson Complaint	121
OWTU Leader Weekes Calls for Trade Ties With Cuba	
(EXPRESS, 4 Jan 86) .....	122
Public Rally To Mark Start of NAR Election Campaign	
(Anthony Milne; EXPRESS, 8 Jan 86) .....	123
Briefs	
NAR Council	124
Magistrates for Tobago	124
Chambers Tour	124
Sugar Workers	124

#### VENEZUELA

Alvarez Paz Discusses COPEI Presidential Candidacy	
(Imperio Rodriguez; EL NACIONAL, 14 Nov 85) .....	126
Perez' Strategy Aimed at Securing Nomination	
(ZETA, 21 Nov-2 Dec 85) .....	128



5 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Barbados Minister Offers Proposals for Region's Police (BARBADOS ADVOCATE, 13 Dec 85) .....	1
Caricom Executive Comments on Trade, Other Concerns (EXPRESS, 4 Jan 86) .....	2
Guyana Impounds BWIA Plane From Port-of-Spain (EXPRESS, 9 Jan 86) .....	4
Briefs	
Compton on Guyana Meeting	5
St Lucia-St Vincent Travel	5
Caribbean Bank Loans	5

## BAHAMAS

Budget Debate Sparks Discussion of Various Policies (THE TRIBUNE, various dates; CANA, 21 Dec 85) .....	7
Pindling on Economic Growth, by Anthony Forbes	7
Impediments to Development, by Marcia Bethell	8
Hanna on Budget Inconsistencies, by Athena Damianos	10
Drugs Money in Economy, by Anthony Forbes	11
Warning Against IMF, by Anthony Forbes	13
Demand for Revenue Figures, by Marcia Bethell	15
Bank-Pindling Discrepancies, by Anthony Forbes	17
Ingraham on Unemployment, by Anthony Forbes	19
Minister of Security's Remarks, by Anthony Forbes	20
FNM Leader's Criticism, by Anthony Forbes	22
1985 Revenue Shortfall, by Marcia Bethell	24
House Approval, by Anthony Forbes	26
Pindling on Development	27

Chamber of Commerce President Comments on CBI Benefits (Lyn Sweeting; THE TRIBUNE, 7 Dec 85) .....	29
Foreign Minister Comments on Haiti Pact, Ties With U.S. (Anthony Forbes; THE TRIBUNE, 19 Dec 85) .....	31
PLP Moves Against Ingraham Following Budget Speeches (Athena Damianos; THE TRIBUNE, 20 Dec 85) .....	33
House Passes Two Bills Involving International Finance (Anthony Forbes; THE TRIBUNE, 23 Dec 85) .....	34
Central Bank Reports on 2d Quarter Exports, Tourism (CANA, 23 Dec 85) .....	36
Briefs	
Arrest of Dominican Fishermen	38
Oil Drilling Plans	38

#### BARBADOS

Manufacturers See Benefits in Trinidad Devaluation (DAILY NATION, 19 Dec 85) .....	39
Trinidad Leads in Domestic Exports to CARICOM (DAILY NATION, 19 Dec 85) .....	40
Opposition Leader: DLP Backs Divestment, Private Sector (TRINIDAD GUARDIAN, 25 Dec 85) .....	41
St John Comments on Divestment, Trade With Trinidad (TRINIDAD GUARDIAN, 1 Jan 86) .....	43
Briefs	
Nation on Trinidad Trade	44

#### BELIZE

Year-End, UDP-Government Anniversary Reviews Are Critical (Various sources, various dates) .....	45
Corozal PUP Rally	45
UDP Dilemmas, Editorial	45
BELIZE TIMES 'Report Card'	47
BEACON's Assessment	48
UDP Repression	49
Critique of Cabinet	51
Charges of Wiretapping Denied by Cable & Wireless (THE BELIZE TIMES, 8, 25 Dec 85; THE REPORTER, 8, 15 Dec 85) .....	54
Government-Collusion Charge	54
C&W Denial	54

Newspaper's Investigation	55
BELIZE TIMES Comment	58
BELIZE TIMES Complains of Government Harassment (THE BELIZE TIMES, 8 Dec 85) .....	59
Gang Bringing in Illegal Chinese Immigrants Cracked (THE REPORTER, 15 Dec 85) .....	60
Briefs	
New Publication	61
'Political' Appointments	61
BERMUDA	
Swan Reiterates Policy on Island's Independence (THE ROYAL GAZETTE, 14 Dec 85) .....	62
Government Overspending in Last Fiscal Year Reported (THE ROYAL GAZETTE, 14 Dec 85) .....	63
Cultural Affairs Minister Complains of U.S. TV Impact (THE ROYAL GAZETTE, 17 Dec 85) .....	64
Briefs	
Bank Profits Decline	65
Foreign Company Incorporations	65
BRAZIL	
Recent Arms Sales to Third World Countries Discussed (ISTOE, 11 Dec 85) .....	66
CUT's Active Backing for Land Invasions, Program Scored (O ESTADO DE SAO PAULO, 12, 17 Dec 85) .....	68
Land Invasion	68
Strikes Concern Sarney	68
Briefs	
Swedish Investments	72
CHILE	
Seven New Santiago Suburbs Said Developing Satisfactorily (Rosario Alvarez Piraces; ERCILLA, 11 Dec 85) .....	73
Standard of Living in Two Representative Slums Examined (ECONOMIA Y NEGOCIOS, Dec 85) .....	83
Indicators Show Improved Agricultural Situation in Future (QUE PASA, 19 Dec 85) .....	86

Coal Production To Rise To Meet Increasing Consumption (EL MERCURIO, 23 Dec 85) .....	92
Briefs	
New Undersecretary of War	94
Undersecretariat of Development Tasked	94
Emergency Camps To Be Eradicated in 1986	95
COLOMBIA	
Administration Announces 1986 Economic Plan (Carlos Pineros; EL TIEMPO, 12 Dec 85) .....	96
Armed Forces Chief Gives Year-End Message on Accomplishments (EL TIEMPO, 23 Dec 85) .....	99
Briefs	
Calamities Force New Fiscal Measures	104
COSTA RICA	
Mora Claims Continued Party Backing; Defends Family's Role (Manuel Mora Valverde; LIBERTAD, 6-12 Dec 85) .....	105
PPC Member Dies in Nicaragua Fighting 'Somocist Riffraff' (LIBERTAD, 6-12 Dec 85) .....	111
DOMINICA	
Opposition DLP Names Shadow Cabinet With Rosie Douglas (EXPRESS, 8 Jan 86) .....	113
ECUADOR	
Briefs	
Delegation Visits Cuban Hospital, School	114
GRENADA	
Briefs	
Gairy on Farm Wages	115
ST CHRISTOPHER AND NEVIS	
Taiwan Rice Seed May Portend New Crop for Nation (THE DEMOCRAT, 7 Dec 85) .....	116
Briefs	
1986 Budget for Nevis Presented	117
Social Security Levy	117

## ST VINCENT AND THE GRENADINES

Paper Urges NDP Government To Justify Public Trust  
(Editorial; THE VINCENTIAN, 6 Dec 85) ..... 118

Opposition, Government Dispute Over Public Accounts Unit  
(EXPRESS, 7 Jan 85) ..... 119

## TURKS AND CAICOS

PNP Retains 3 Parliamentary Seats Left Open by Jailed MP's  
(THE FREEPORT NEWS, 5 Dec 85) ..... 120

## VENEZUELA

Briefs  
Lusinchi on Relations With Mexico 121  
Steel Sales to PRC 121  
Crude Oil Price Reduction 121



6 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Argentine, Brazilian, Uruguayan Presidents To Meet (Alberto Francisco Arebalos; EFE, 12 Jan 86) .....	1
U.S. Accused of Pushing 'Slogans' While CBI Languishes (CARIBBEAN CONTACT, Jan 86) .....	3
Rickey Singh Comment	3
Critique of Bush Speech, by Tony Best	4
Argentine Columnist Views on Central America Policy (J. Iglesias Rouco; LA PRENSA, 14 Jan 86) .....	8

## ARGENTINA

Alfonsin on Salary Hikes, Economy, Strikes (TELAM, 13 Jan 86) .....	11
Radicals To Hold Dialogue With Communists (NOTICIAS ARGENTINAS, 17 Jan 86) .....	13
CGT Issues Communique, Attacks Alfonsin (TELAM, 18 Jan 86) .....	15
Trade Secretary Attacks Debt Inheritance (BUENOS AIRES HERALD, 15 Jan 86) .....	17
Officers May Testify in FRG Arms Sale Trial (NOTICIAS ARGENTINAS, 13 Jan 86) .....	18
Army Claims Last Cobra M-2000 Missile (TELAM, 20 Jan 86) .....	19
Cavalry Major Ordered Detained (TELAM, 19 Jan 86) .....	20
Briefs	
Armored Cavalry Squadron Dissolved	21
Anti-Austral Plan Campaign	21

## BRAZIL

### Briefs

First All-Brazilian Antarctic Expedition	22
Television Educational Campaign	22

## CHILE

Report on Kennedy's Visit, Reaction (Various sources, various dates) .....	23
---	----

Clergy's Reaction	23
Slum Dwellers' Protest	23
APF Reports on Speech	24
Kennedy Meets With AD, Socialists	25
Kennedy Summarizes Visit, by Patricio Powell	26

### Briefs

Amphibious Cars to Antarctic	28
New Journalists Association	28
Politician Criticizes PR Members	28

## GRENADA

Gairy Capitalizes as Agriculture Union Founders (Devonson La Mothe; CARIBBEAN CONTACT, Jan 86) .....	29
---	----

## GUYANA

Further Reportage on Pre-Election Speeches, Activities (Various sources, various dates) .....	31
--	----

Chandisingh on Socialist Progress	31
United Force Candidate	32
Trade Union Support for PNC	33
Tennessee Remarks	34
Jagan, Hoyte Letters	35
More on Union Support for PNC	36
Newsprint for CATHOLIC STANDARD	37
PDM Program	37
Ban on Processions, by Albert Alstrom	38
Jagan-PNC Exchange	39
Expatriates' Threat	42
'Inflammatory' Jagan Statements	43
Anglican, Catholic Pastoral Letter	44
Criticism of Morrison	46
PNC Vote Target	46
Call for Hindu Support	47
Attack on Jesuit Official	47
Ballot Box Examination	48
WPA Leader's Address	48
WPA Suit Against GBC	51

DLM Charge Against PPP	52
PNC Blast at PPP	52
Ballot Box Turn-Ins	53
Hoyte on Vote's Significance, by Dhanraj Bhagwandin	54
Jamaican Analyst	54
WPA Stand on Ballot Boxes	54
NDF Broadcast	55
United Force Broadcast	55
Jagan Defense of Churches	57
Jagan Broadcast	57
Hoyte Response to Jagan	58
Police Peace-Keeping	58
Vote Counting Strictures	59
Charge of 'Irregularities'	60
Arrest of WPA Observers	60
Election 'Rigging' Charge	61
December 3 Voting 'Irregularities'	62
PPP Voting Proposals	63
Joint PPP-WPA Letter	65
Disruptions at PPP Meetings	66
Ballot Box Issue	67
Military 'Intervention'	68
Jagan on Race Issue	69
Catholic Support for PNC	70
Hoyte on Worker Benefits	70
WPA on Unity Government	71
Jagan Rally	72
Police 'Rescue' of Jagan	72
Green on 'Fraud' Charges	73
Janet Jagan Allegation	75
Interview With Hoyte	75
 PPP Organ Reports on Party's Election Campaign Speeches (MJRROR, 8 Dec 85) .....	 83
Rohee Speech	83
Persaud Speech	85
Dr Luncheon's Address	87
Teixeira Speech	89
 Wage Issue Accord Reported; Criticism Continues (Various sources, various dates) .....	 91
Agreement on Guidelines	91
Hoyte on Back-Pay Tax, by Courtney Gibson	91
Criticism of Pact	93
 Minister Calls for Improved Co-Op Union Performance (James Henry; GUYANA CHRONICLE, 2 Dec 85) .....	 95
 Briefs	
Writ Against Paper	96
Bogus Bills Press	96

## JAMAICA

Manley: Seaga Playing 'Dangerous Games' With Nation (THE DAILY GLEANER, various dates) .....	97
Remarks to People's Forum	97
Comment on Election Issue	98
House Bill Sets Local Elections Deadline for July 1986 (THE DAILY GLEANER, 11 Dec 85) .....	100
Seaga's Tax Proposals Continue To Draw Attention (Various sources, various dates) .....	101
Unions' Plan	101
JMA Criticism	102
Manley Assessment	103
Developments on Labor Front; New Labor Law Studied (THE DAILY GLEANER, various dates) .....	104
Trade Union Wage Accord	104
Teachers' 'No' to Government Offer	104
Discussion of New Labor Law	106
Debate Over Government Role in Broadcasting Continues (THE DAILY GLEANER, various dates) .....	107
Opposition PNP Views	107
Seaga on Government Divestment	108

## MEXICO

Labor Congress Chief Warns of Possible Social Conflicts (J. G. Reyes; EXCELSIOR, 14 Dec 85) .....	109
Ciudad Juarez Bishop Criticizes State Election Law Changes (Carlos A. Medina; EXCELSIOR, 15 Dec 85) .....	111
CREA Head Called Strong Contender for Sinaloa Governorship (EXCELSIOR, 15 Dec 85) .....	112
PRI Chihuahua Candidate Selection Feeds Intraparty Strife (Elias Chavez; PROCESO, No 474, 2 Dec 85) .....	116
PRI Sinaloa Precandidates; In Chihuahua Race Drug Tie Rumors (Humberto Aranda; EXCELSIOR, 16 Dec 85) .....	123
Dark View of PAN Chihuahua Contender F. Barrio Presented (PROCESO, 2 Dec 85) .....	124

7 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## ARGENTINA

Caputo Discusses Relations With U.S. Integration (TELAM, 3 Jan 86).....	1
Council for Democracy Created (TELAM, 27 Dec 85; NOTICIAS ARGENTINAS, 28 Dec 85).....	3
Coordinator Named	3
Council Members Installed	3
Recent Emigration Data Said To Contradict Official Figures (Martin F. Yriart; AMBITO FINANCIERO, 11 Nov 85).....	5
Drop in Foreign Currency Expected Despite High Export Volume (Luis Lozano Silva; AMBITO FINANCIERO, 12 Nov 85).....	10
Former Finance Minister Outlines Obstacles for Austral Plan in 1986 (Juan Alemann; AMBITO FINANCIERO, 11 Nov 85).....	12
Energy Undersecretary Lapena on Oil Policy Objectives (LA VOZ DEL INTERIOR, 3 Nov 85).....	16
Palmar Largo Oil Deposits Report Record Production (LA PRENSA, 8, Nov 85).....	18
ELMA To Undergo Reorganization (LA PRENSA, 12 Nov 85).....	19

## Briefs

New Secretaries	21
Talks Held in Moscow	21
President's Meet	21
Labor Minister Visits Congress	22
New Submarine	22

## BOLIVIA

Floods Leave 50,000 Homeless in La Paz, Cochabamba (Amanda Davila; EFE, 7 Jan 86).....	23
MNR Supports Cancellation of Channel 11 License (La Paz Cadena Panamericana, 9 Jan 86).....	25
Briefs	
Peso Continues To Collapse	26

## CHILE

Army Intervention Seen in 1989 Elections (Editorial; UNOMASUNO, 6 Jan 86).....	27
Reaction to Senator Edward Kennedy's Visit (Santiago Domestic Service, 10 Jan 86).....	29
University of Santiago Students To Elect From 5 Lists (CAUCE, 12 Nov 85).....	31
CORFO Affiliate Sales Said Incurring Millions in Losses (Hernan Bosselin Interview; CAUCE, 12 Nov 85).....	33
Official Announcements Said Far From Economic Reality (Ricardo Lagos; CAUCE, 12 Nov 85).....	36
Minister of Economy Says Worst of Economic Crisis Has Passed (Juan Carlos Delano Interview; COSAS, 14 Nov 85).....	38
Briefs	
Police Teargas, Doctors	45

## COLOMBIA

Conservative's Speech Emphasizes Development, Security (Roberto Pombo; EL TIEMPO, 1 Dec 85).....	46
Labor Unions Resist Ministry's Minimum Wage Proposal (German Navarrete; EL TIEMPO, 3 Dec 85).....	49
National Paper Enterprise Seen on Verge of Closure (Alberto Donadio; EL TIEMPO, 2 Dec 85).....	53

Briefs		
	Diplomats to Thailand, Suriname	56
CUBA		
	Weaknesses in High School Teacher Training, Sciences Discussed (Oscar F. Rego; BOHEMIA, No 45, Nov 85).....	57
	Water Shortage Prompts Renewed Health Warnings (GRANMA, 13 Nov 85).....	59
Briefs		
	Party School Data	61
	Technical Training in USSR	61
ECUADOR		
	Febres Cordero on Economic Policy, Other Issues (Miguel Rivadeneira; EL COMERCIO, 21 Nov 85).....	63
	Archbishop of Quito on Episcopal Conference Communique (EL UNIVERSO, 28 Nov 85).....	66
Briefs		
	Petroleum Sales Contract	68
JAMAICA		
	Stone Comment on Guyana Polls Hits U.S., Area Regimes (Carl Stone; THE DAILY GLEANER, 16 Dec 85) .....	69
	Government Abandons System of Price Supports for Sugar (THE DAILY GLEANER, 6 Dec 85) .....	71
Briefs		
	PRC Trade Mission	72
	Trade Deficit	72
NICARAGUA		
	Kisan Leader on Opposition to Sandinists (Jenelee Hodgson Interview; LA NACION, 9 Nov 85).....	73
	D'Escoto Travels to Australia, Requests Aid (Susanna Rodell; THE NATIONAL TIMES, 13-19 Dec 85).....	77
	Irregular Rains Cause Pacific Coast Crop Losses (LA PRENSA, 30 Oct 85).....	79
Briefs		
	Lawyers' Group Establishes Branches	81
	UNO To Open European Offices	81

## PERU

Leftist Political Movement Holds First Convention (EL DIARIO DE MARKA, 13, 16 Dec 85).....	83
500 Delegates Formulate Platform	83
Broad Revolutionary Policy, by Nelso Rubio Candamo	85
Vilma Mazuelos Leader, Vilma Mazuelos Hernandez Interview	87
PPC Deputy Says USSR Should Assume Total Fishing Debt (EL COMERCIO, 15 Dec 85).....	89
Briefs	
PRC Purchases Iron Ore	92
Ambassadors to U.S., Chile, Morocco	92
Central Bank President	92
Senator Meets With Castro	92

## VENEZUELA

Canache Mata Denies Pressure To Reshuffle Cabinet (Rosa Ustariz; EL NACIONAL, 10 Nov 85).....	93
Need To Settle Differences Within AD Factions Underlined (ZETA, 7-18 Nov 85).....	95
Abstentionism in AD Primary Elections (EL NACIONAL, 14 Nov 85).....	98
Implications of Pineruas-Perez Alliance Viewed (ZETA, 14-25 Nov 85).....	100
AD Labor Sector's Support for CTV's Demands Reported (EL NACIONAL, 8 Nov 85).....	103
Decisive Measures To Confront Country's Problems Urged (Sanin; EL NACIONAL, 12 Nov 85).....	105
Labor Law Reform Under Consideration by Congress (Freddy S. Iriarte; ZETA, 24 Oct-4 Nov 85).....	107
COPEI, CUTV Wage Increase Proposal Rejected (Mario Villegas; EL NACIONAL, 8 Nov 85).....	109
AD Leaders Clash on Wage Increase Issue (Clemente Cohen; ZETA, 24 Oct-4 Nov 85).....	111
Briefs	
Penalver on AD's Internal Elections	116

11 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Six Caribbean States To Receive Increased EEC Funding (Reudon Eversley; CANA, 9 Jan 86) .....	1
Caribbean Sources Report, Comment on Economic Issues (Various sources, various dates) .....	3
OECS Export Strategy	3
Rainford on Trade Concerns	3
OECS Gains	4
Barbados Opposition Leader Meets Guyana's Hoyte (CANA, 17, 21 Jan 86) .....	7
Report on Talks	7
Barrow Comments	7
Caricom Council of Ministers Meeting in Guyana Postponed (Bonaire Trans World Radio, 22 Jan 86) .....	10
briefs	
Vincentian at CDU Meeting	11
Coverage of Reagan Visit	11

## ARGENTINA

Daily Analyzes Government Discrimination (LA PRENSA, 10 Jan 86) .....	12
CGT To Call National Unity Congress (TIEMPO ARGENTINA, 26 Jan 86) .....	15
Aircraft Industry Joint Venture Said Blocked (NOTICIAS ARGENTINAS, 27 Jan 86) .....	16
Briefs	
Fava on Rockefeller's Visit	17
Military Salary Increase	17
Romania's Ceausescu Invites Alfonsin	17

## BRAZIL

Government To Expand Helicopter Industry (FOLHA DE SAO PAULO, 15 Jan 86) .....	19
Sarney's Message To Aid Northeast Farmers (Brasilia Domestic Service, 24 Jan 86) .....	20
Briefs	
Lower 'Spread' Rate	21
Price Readjustment for Oil Byproducts	21

## CHILE

Corvalan Examines Political Situation; PCCH's Goals (Luis Covalan; PROBLEMY MIRA I SOTSIALIZMA, No 1, Jan 86)	22
--	----

## COLOMBIA

Finance Minister on Plan To Handle Coffee Bonanza (Bogota Emisoras Caracol Network, 24 Jan 86) .....	32
---	----

## DOMINICAN REPUBLIC

Blanco Orders Promotions, Appointments (LISTIN DIARIO, 9 Jan 86) .....	34
---	----

## EL SALVADOR

CEL President Explains Damage to Power System (San Salvador Channel 2 Television, 24 Jan 86) .....	36
PRTC Issues Anniversary 'Manifesto' (Radio Venceremos in Spanish to El Salvador, 26 Jan 86)	38

## GRENADA

Completion of Salines Airport Missing Deadlines (THE GRENADIAN VOICE, 28 Dec 85) .....	44
New Delays	44
Managerial Changes	44
Senator Reviews Development Plans for Carriacou (THE GRENADIAN VOICE, 28 Dec 85) .....	45
Gairy Asks Government for Labor Arbitration Tribunal (TRINIDAD GUARDIAN, 6 Jan 86) .....	47
Cuba-Educated Students Charge Government Discrimination (CANA, 15 Jan 86) .....	48

EEC Cites Assistance in 1985 for Various Projects (CANA, 19 Jan 86) .....	50
Banned Broadcaster Vows To Reopen Radio Station (CANA, 19 Jan 86) .....	52
GUYANA	
Opposition Coalition Group Begins Caribbean Tour (Bonaire Trans World Radio, 23 Jan 86; CANA, 24 Jan 86)	53
Plans for Trip	53
Arrival in Port-of-Spain	53
Protocol on Vocational Training Signed With GDR (GUYANA CHRONICLE, 7 Dec 85) .....	55
Briefs	
Reid Withdrawal From Politics	56
JAMAICA	
JLP Decries PNP Disclosure of Election Agreement (THE DAILY GLEANER, 20 Dec 85) .....	57
Manley Blasts JLP Government, 'Blows' to Public (THE SUNDAY GLEANER, 22 Dec 85; THE DAILY GLEANER, 1 Jan 86) .....	58
Warning of Future Tensions	58
New Year's Message	58
Manley Threatens Mass Protests Over JLP 'Fascist' Tactics (CANA, 22 Jan 86) .....	60
Imports, Exports, Other Economic Developments Reported (THE DAILY GLEANER, various dates; THE SUNDAY GLEANER, 29 Dec 85) .....	62
Drop in Bauxite Exports	62
Rescheduling of Debts	63
Rise in Nontraditional Exports	63
Slowing of Economic Decline	64
Fall in Value of Exports	72
Curbs on Illegal Imports	73
1985 Trade Gap	73
Tax Issues Remain Focus of Broad Attention (THE DAILY GLEANER, 30 Dec 85, 8 Jan 86; CANA, 14 Jan 86)	75
Revenue, Deficit Status	75
Interim Tax Changes	76

Effect of New Measures	77
Manley Criticism	78
Carl Stone Disputes Dire Forecasts Circulated in U.S. (Carl Stone; THE DAILY GLEANER, 6, 8 Jan 86) .....	80
Blast at TV Reporting	80
Industrial Relations Situation	82
<b>MEXICO</b>	
PRI Head Links Democracy in Nation, Party at CEN Meeting (EXCELSIOR, 11, 12 Dec 85) .....	84
Key Role of Party Practice Cited, by Gillermo C. Zetina	84
De la Madrid Reception at Los Pinos, by Aurora Berdejo Arvizu	88
Focus on Municipal Candidate Selection, by Aurora Berdejo Arvizu	89
Governors Dismiss Social Unrest Charges, by Salvador Martinez G.	91
Close Contact With People Emphasized, by Cristobal Ojeda	92
<b>NICARAGUA</b>	
Briefs	
Japanese Communist Party Delegation	93
Swedish Solidarity Donation	93
Socialist Cooperation	93
<b>PERU</b>	
Second Fish Shipment, Trawler Arrives From Cuba (Abel Sardinas; Havana International Service, 12 Jan 86)	94
Briefs	
Students to Nicaragua	95
Sports Cooperation With Cuba	95
Technician Training in Cuba	95
<b>TRINIDAD AND TOBAGO</b>	
Text of Prime Minister Chambers' 1986 Budget Speech (TRINIDAD GUARDIAN, various dates) .....	96
Text of Opposition Leader's Response on 1986 Budget (TRINIDAD GUARDIAN, 6-10 Jan 86) .....	112
Robinson Chides Chambers for Withholding Accounts (Anthony Milne; EXPRESS, 10 Jan 86) ,.....	119
Robinson Sees Two NAR Planks: Separate Tobago, Racism (TRINIDAD GUARDIAN, 11 Jan 86) .....	120

Police Probe Drug Link To Port Discovery of Weapons (TRINIDAD GUARDIAN, 4 Jan 86) .....	121
Guns in Container	121
GUARDIAN Comment, Editorial	121
Chinese Team Assessing Furniture, Ceramics Industries (CANA, 20 Jan 86) .....	123
Briefs	
Refinery Maintenance	124
VENEZUELA	
Briefs	
U.S. Envoy Reiterates Contra Aid	125
OAS Condolences for Former Minister	125



19 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

- Trinidad Leader's Visit to Barbados Encountering Delay  
(DAILY NATION, 6 Jan 86) ..... 1

- Briefs  
Grants for Agriculture ..... 2

## ANTIGUA AND BARBUDA

- NDP Questions U.S. Military Presence; Bird Replies  
(HERALD, 20 Dec 85) ..... 3

- Drugs Role in Factory Closing, Tourism Discussed  
(HERALD, 20 Dec 85) ..... 5

- Question of Plant's Imports ..... 5  
Threat to Tourism ..... 6

- Communique Issued After Heads of Mission Meeting  
(CANA, 11 Jan 86) ..... 7

- Government Hit for Secrecy on Land Deals; Club Med Rejected  
(THE WORKERS VOICE, 11 Dec 85; HERALD, 20 Dec 85) ..... 10

- ATLU Organ's Criticism ..... 10  
Action on Club Med ..... 11

- Briefs  
Airport Improvements Loan ..... 12  
EEC Loan for Roads ..... 12  
ATLU Negotiating Success ..... 12  
Employers Federation Meeting ..... 13

## ARGENTINA

- Crespo Denies Existence of 'Vested Interests'  
(NOTICIAS ARGENTINAS, 27 Jan 86) ..... 14

Iglesias Rouco Questions Government's Ambivalent Stand (J. Iglesias Rouco; LA PRENSA, 23 Jan 86) .....	15
---	----

# BAHAMAS

Paper, FNM Chide Pindling for Not Meeting With Bush (Athena Damianos; THE TRIBUNE, 3 Jan 86) .....	17
Pindling Offers New Year's Message, Note of Optimism (THE TRIBUNE, various dates) .....	19
'Be Millionaire' Message, by Athena Damianos	19
Reply to Church Criticism, by Anthony Forbes	20
Pledge to Grand Bahama, by Athena Damianos	21
Issacs Delivers FNM New Year's Message to Nation (Anthony Forbes; THE TRIBUNE, 2, 3 Jan 86) .....	23
Paper Denounces Pindling Finances, Sell-Out to Wealth (Editorial; THE FREEPORT NEWS, 10-12 Dec 85) .....	28
FNM Holds Convention; Speakers Flay PLP Government (THE TRIBUNE, various dates) .....	32
PLP Chairman's Criticism, by Anthony Forbes	32
Warning Over PLP 'Victimization', by Anthony Forbes	33
Pledge on Commission Proposals, by Anthony Forbes	35
Party Nominations	37
Human Rights Unit	38
Election Results	38
Union Chief's Warning, by Anthony Forbes	39
Isaacs Address, by Anthony Forbes	40
10-Point Program, by Anthony Forbes	42
Letter Writer Urges Talks With Cuba Over Fishing Rights (THE TRIBUNE, 13 Jan 86) .....	44
Problems Surface Involving Return of Stranded Haitians (THE TRIBUNE, 2 Jan 86; Nassau Domestic Service, 14 Jan 86) .....	45
Consul's Criticism, by Marcia Bethell	45
Pindling Comments	47
British Defense Official Reviews Local Force Capabilities (THE TRIBUNE, 7, 8 Jan 86) .....	48
Focus on Drugs Problem, by Marcia Bethell	48
New Patrol Boats	49

## BARBADOS

Parties, Leaders Spell Out Policies in Election Preview (Various sources, various dates) .....	50
Barrow Positions, by Reudon Eversley	50
St John Press Conference	51
BLP Statement	52
DLP Statement	53
Workers Union Sees 'Difficult' 1986 on Horizon (DAILY NATION, 30 Dec 85) .....	55
1985 Sugar Earnings Down; Workers Win Pay Raise (DAILY NATION, 8 Jan 86; CANA, 12, 23 Jan 86) .....	56
1986 Crop Delay	56
Workers' Demands	57
1985 Earnings	57
Wage Pact, Crop Target	58
Projects To Benefit From EEC Funding Identified (WEEKEND NATION, 10-11 Jan 86) .....	59
Briefs	
Decline in Exports	60
Peanut, Cotton Problems	60
New Envoys	60

## BELIZE

Paper Voices Broad Criticism of UDP Administration (THE BELIZE TIMES, various dates) .....	61
Punta Gorda PUP Rally	61
Year End Review	62
Briefs	
'Bugging' Charge Against VOA	66

## BRAZIL

Finance Minister on Anti-Inflation Measures (O ESTADO DE SAO PAULO, 28 Jan 86) .....	67
PCB Seeking Coalitions for Election Campaigns (FOLHA DO SAO PAULO, 29 Jan 86) .....	69

## CHILE

Radical Party on Social Mobilization (LA TERCERA DE LA HORA, 24 Jan 86) .....	70
Democratic Intransigence Issues Proposal (ANALISIS, 27 Jan-2 Feb 86) .....	71
Christian Democrats Respond to MDP Letter (Gabriel Valdes; ANALISIS, 28 Jan 86) .....	74
Valdes Explains PDC Stand on Political Crisis (Santiago Radio Chilena, 31 Jan 86) .....	77
Court Official Seals CTC Files; Seguel Comments (Santiago Radio Chilena, 31 Jan 86) .....	79

## CUBA

Economic Growth Projections for 1986 Published (GRANMA WEEKLY REVIEW, 12 Jan 86) .....	81
Income, Expenditure Figures for 1986 Economy (GRANMA WEEKLY REVIEW, 12 Jan 86) .....	83
1986 Budget Calculations Explained (Rodrigo Garcia; GRANMA WEEKLY REVIEW, 12 Jan 86) .....	85

## DOMINICA

DLP Claims Dominicans Being Mistreated on Guadeloupe (CANA, 21 Jan 86) .....	88
Charles, DLP Leader Douglas Issue Holiday Messages (THE NEW CHRONICLE, 20 Dec 85) .....	89
Charles' Review of 1985, by Eugenio Charles	89
Douglas' Criticism, by A. Douglas	90
Briefs	
Lower Trade Deficit	91

## DOMINICAN REPUBLIC

CNTD Leader on Effects of Austerity Measures (Arsenio Ramirez; LISTIN DIARIO, 27 Dec 85) .....	92
President Approves New Free Trade Zone in San Pedro (Maximo Manuel Perez; LISTIN DIARIO, 31 Dec 85) .....	94
Agrarian Reform Institute Reports 1985 Activities (Manuel Silvestre; LISTIN DIARIO, 1 Jan 86) .....	96

IMF Praises Fulfillment of Stand-by Agreement (Jose Romero; LISTIN DIARIO, 3 Jan 86) .....	99
Expatriate Investments Cause Inflation in Housing Market (Jose Romero; LISTIN DIARIO, 22 Dec 85) .....	101
Consumption of Petroleum Products Analyzed (Jose Romero; LISTIN DIARIO, 25 Dec 85) .....	104
Santiago Free Trade Zone Expanded in 1985 (Jose Romero; LISTIN DIARIO, 27 Dec 85) .....	107
Electricity Production Halved While Plants Undergo Repairs (LISTIN DIARIO, 31 Dec 85) .....	109
Year in Judiciary Branch Summarized (Manuel Volquez; LISTIN DIARIO, 31 Dec 85) .....	111
Literacy Campaign Reaches 100,000 Adults (Tulio Navarrete; LISTIN DIARIO, 3 Jan 86) .....	114

#### ECUADOR

Febres Cordero on Economy, Other Issues (EL UNIVERSO, 29 Dec 85) .....	116
Salary Increase To Be Financed With Tax Increase (EL UNIVERSO, 31 Dec 85) .....	118
Stabilization Program Leads to Economic Growth (Manuel Maldonado; EL UNIVERSO, 2 Jan 86) .....	120
Briefs	
Oil Exploration in Manabi	127
Exports Diversification Program	127
Original Cabinet Remains Unchanged	128

#### GUYANA

United Force Objects to Characterization of CANA (SUNDAY ADVOCATE, 12 Jan 86) .....	129
--	-----

#### NICARAGUA

FRG City To Provide Development Aid to Condega (Dieter Baur; SUEDEDEUTSCHE ZEITUNG, 29 Nov 85) .....	130
Regional Health Director Summarizes 1985 Activities (LA PRENSA, 21 Dec 85) .....	132
Housing, Public Services in Esteli Discussed (Pablo Emilio Barreto; BARRICADA, 24 Dec 85) .....	134

## ST CHRISTOPHER-NEVIS

Labour Queries Sugar Finances; Simmonds Budget Responds (Various sources, various dates) .....	137
Questions Raised by Audit	137
Excerpt From Audit	138
Bryant Analysis, by Fitzroy Bryant	139
Government Plan of Action	143
Simmonds Stresses Successes in Christmas Message (Kennedy Simmonds; THE DEMOCRAT, 28 Dec 85) .....	145

## ST LUCIA

Situation in Guyana Draws Compton, PLP Comment, Censure (Various sources, various dates) .....	148
Compton on Church Issue	148
'Hypocrisy' Charge Against Compton	149
Call for Retaliation, Editorial	150
Odium, Josie Promise To Work Toward Unity in 1986 (CRUSADER, 21 Dec 85) .....	151
PLP Organ Critical of Club Med Exclusion of Locals (CRUSADER, 28 Dec 85) .....	154
Compton Optimistic About Economy in New Year's Message (THE WEEKEND VOICE, 4 Jan 86) .....	156
PLP Organ Discusses Prospects for Ousting UWP (Editorial; CRUSADER, 4 Jan 86) .....	157
Mallet, Hunte Presence at 'Democracy' Meeting Scored (CRUSADER, 21 Dec 85) .....	159
Mallet Urges U.S. To Expand CBI List of Products (CANA, 18 Jan 86) .....	161
Bank Looks at Economic Growth Records for 1985 (CANA, 22 Jan 86) .....	162

## ST VINCENT AND THE GRENADINES

Mitchell Comments on Guyana Election, Need for Action (THE VINCENTIAN, 13 Dec 85) .....	164
Unions in Discussions on Wages, Rights With Government (THE VINCENTIAN, various dates) .....	165
Teachers' Demands	165
Public Service Union's Demands, by Elvis Ollivierre	166
Teachers Union Protest, by Elvis Ollivierre	167
Exports Bring Improvement in Trade Deficit in 1985 (CANA, 23 Jan 86) .....	168

20 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

- Andean Pact Nations Discuss New Model for Integration  
(EL COMERCIO, 8 Dec 85)..... 1
- Guatemala, Others Deny Belize OAS Membership  
(PRENSA LIBRE, 13 Dec 85)..... 5

## ARGENTINA

- New Government Policies Analyzed  
(Hernan Pereyra; SOMOS, 4 Dec 85)..... 6
- Casella Running for Governor of Buenos Aires  
(Hernan Pereyra; SOMOS, 11 Dec 85)..... 14
- Investment Plan for 1986-1990  
(Andres R. Alcaraz; SOMOS, 4 Dec 85)..... 17
- Prospects Resulting From New Petroleum Policy Detailed  
(Florencio P. Cuervo; ENERGIA 2001, No 41, Oct 85)..... 21

## CHILE

- U.S. Said To Want Pinochet Out  
(Gustavo Boye S.; CAUCE, 10 Dec 85)..... 36
- Jaramillo on Future of Democratic Alliance  
(Armando Jaramillo Interview; CAUCE, 10-16 Dec 85)..... 42
- Christian Democratic Leaders Describe Their Party  
(Mariana Grunefeld, Catalina Correa; QUE PASA, 21 Nov 85). 46

## COLOMBIA

- Cano Limon Exploitation Gives Nation Oil Self-Sufficiency  
(Jose Suarez; EL TIEMPO, 12 Dec 85)..... 55

National 1985 Census Projects 27.6 Million Population (Gloria Vallejo; EL TIEMPO, 21 Dec 85).....	57
Briefs	
Freeze Damages Potatoes, Grasslands	61
GUATEMALA	
Mineral Technology Pact Signed With PRC (PRENSA LIBRE, 19 Dec 85).....	62
Church Asks Government To Search for Missing (PRENSA LIBRE, 12 Dec 85).....	64
MLN Denies Charges of Ties With ESA (PRENSA LIBRE, 18 Dec 85).....	66
Briefs	
Carpio Denies Party Strife	67
Army's Role Spelled Out	67
Women's Vote Up Sharply	67
Solorzano Denies PSD-DCG Alliance	68
MEXICO	
Colombian, Canadian Delegates Attend Communist Congress (PROCESO, No 472, 18 Nov 85).....	69
Religious Center Study Surveys Protestant, Related Groups (R. Hernandez; EXCELSIOR, 14 Dec 85).....	71
Mexico City Metropolitan Area Cost of Living Raw Data (EL DIA, various dates).....	74
Survey of Vegetables	74
Water, 80-100 Pesos	74
Milk at 120 Pesos	75
PERU	
APRA, IU Deputies Agree on USSR Fishing Obligation (EL COMERCIO, 14 Dec 85).....	76
Outgoing Central Reserve Bank President Optimistic (Richard Webb Interview; CARETAS, 9 Dec 85).....	79
CGTP Leader Deplores Delay in Labor Stability Law Passage (Valentin Pacho Interview; EL NACIONAL, 13 Dec 85).....	85
Morales Bermudez Terms Budget Political, Not Economic (EL NACIONAL, 14 Dec 85).....	88

## Briefs

Background of Central Bank President	90
Central Reserve Bank Officers Sworn In	90
Business Incentive for Employment	91
Natural Gas Conversion Plant	91
Rice Crop Substitutes Sought	92
23 New Ambassadors Ratified	92

## VENEZUELA

COPEI's Internal Struggle for Presidential Nomination Viewed (EL UNIVERSAL, 2 Dec 85).....	93
COPEI Secretary General on AD Internal Elections (EL DIARIO DE CARACAS, 4 Dec 85).....	97
COPEI Leadership Agrees To Intensify Opposition in 1986 (Alirio Bolivar; EL UNIVERSAL, 5 Dec 85).....	99
Humberto Celli on AD-Government Relations, Other Issues (Humberto Celli Interview; EL NACIONAL, 2 Dec 85).....	102
Poll Shows AD Leaders' Support for Perez Candidacy (EL UNIVERSAL, 22 Nov 85).....	108



24 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Peru, Mexico Bilateral Trade Commission Formed (EL COMERCIO, 27 Dec 85) .....	1
Guyana Trade Will Be Focus of Caricom Meeting (CANAL, 29 Jan 86) .....	3
Caribbean Churchmen Push Human Rights Proviso for Caricom (CANAL, 2 Feb 86) .....	4
Cuba, Peru Cooperate in Fishing Experiment (EL COMERCIO, 24 Dec 85) .....	6
Briefs	
Cartagena Group Backs 10 Percent Plan	8
Colombian Ambassador to Chile	8

## ARGENTINA

UCR Candidates, Strategies for 1987 (SOMOS, 27 Nov 85) .....	9
Grosso Discusses Recent Elections, Peronist Crisis (Carlos Grosso Interview; SOMOS, 20 Nov 85) .....	11
Guido di Tella on Divisions in Peronism (Guido di Tella Interview; ERCILLA, 21 Aug 85) .....	14

## BRAZIL

Military Ministers Urge Reflection During Current Period (O ESTADO DE SAO PAULO, 27 Nov 85) .....	18
Drought in Sao Paulo May Result in Crop Loss Up to 30 Percent (O ESTADO DE SAO PAULO, 27 Nov 85) .....	23

Briefs		
Orange Juice Exports		26
Future of New Parties		26
CHILE		
Background on Finance Minister Buchi		
(Ximena Torres Cautivo; EL MERCURIO, 24 Nov 85)	.....	27
COLOMBIA		
Liberal Candidate Virgilio Barco Presents Political Platform		
(EL TIEMPO, various dates)	.....	34
Disadvantages Seen to 2-Year Mayoral Term		
(Enrique Penalosa Londono; EL ESPECTADOR, 29 Dec 85)	.....	64
Liberal, Conservative Candidates Deliver New Year's Messages		
(EL ESPECTADOR, 27 Dec 85)	.....	66
New Liberalism: No Alliances With National Groups		
(Dario Hoyos Hoyos; EL SIGLO, 27 Dec 85)	.....	68
Chamber Head Urges Balance Among Government Branches		
(Jesus Medina S.; EL TIEMPO, 17 Dec 85)	.....	69
Financial System Backup Fund Approved by Congress		
(Carlos Pineros; EL TIEMPO, 17 Dec 85)	.....	71
300 Million Pesos To Be Spent on Papal Visit		
(EL SIGLO, 27 Dec 85)	.....	73
Disasters Engender 12 Economic Emergency Decrees		
(EL ESPECTADOR, 28 Dec 85)	.....	75
Twelve Million Bags of Coffee in Storage		
(EL TIEMPO, 26 Dec 85)	.....	81
Briefs		
Italian Aid Equips Technological Center		83
VIII Brigade Command Changes		83
New Executive Director of CAR Named		84
Quindio Police Department Commander		84
GRENADA		
Alexis Denies Charges of Human Rights Abuses		
(CANA, 31 Jan 86)	.....	85
1985 Economy Marginally Surpasses Projected Growth		
(CANA, 1 Feb 85)	.....	87

Briefs		
Israeli Agricultural Advisers		89
New Chief Justice		89

## GUATEMALA

Proposed Constitution Guarantees Rights		
(PRENSA LIBRE, 18 Dec 85)	.....	90
Electoral Law To Ensure Future of Political Parties		
(PRENSA LIBRE, 18 Dec 85)	.....	92
UCN To Monitor Progress of Cerezo's Government		
(PRENSA LIBRE, 18 Dec 85)	.....	95
Cerezo on Direct Taxes, Belize, Security Forces		
(PRENSA LIBRE, 10 Dec 85)	.....	96
Mejia Government Refuses Recognition of Belize		
(PRENSA LIBRE, 11 Dec 85)	.....	97
Chixoy Power Plant Difficulties Hinder Service		
(PRENSA LIBRE, various dates)	.....	98
Debt Prevents Full Operation		98
Government 'Hiding' Damage		98
Briefs		
Export Bank Inaugurated		100

## NICARAGUA

Party Positions in 1985 Assembly Described		
(BARRICADA, 19 Dec 85)	.....	101
Government Issues New Banking Regulations		
(LA PRENSA, 13 Dec 85)	.....	105
Pope's Letter to Archbishop Published		
(LA PRENSA, 10 Dec 85)	.....	108
Peasants Pressure for Land in Matagalpa		
(BARRICADA, 12 Dec 85)	.....	112
Reorganization of Eastern Market Completed		
(BARRICADA, 14 Dec 85)	.....	114
Briefs		
New Censorship Measures		116
ANIA Elects Officers		116
'Famine Situation' Reported		116
PSD Regional Organization Activities		117
Region IV CDS Elections		117

## PARAGUAY

Asuncion Archbishop Issues Document on Corruption (ULTIMA HORA, 7 Dec 85) .....	119
Balance of Trade Deficit Expected in 1986 (Eduardo Miranda; ULTIMA HORA, 14 Dec 85) .....	122
Capital Expenditures Expected To Decrease in 1986 (ULTIMA HORA, 16 Dec 85) .....	125
Briefs	
Petition on Behalf of Missing People	127

## PERU

PPC Leader Analyzes Garcia Administration Faults (Luis Bedoya Yeres Interview; OIGA, 23 Dec 85) .....	128
Townsend on Ambassadorial Appointments (EL NACIONAL, 20 Dec 85) .....	136
APRA Economic Team Coordinator Sees Reactivation Ahead (Gustavo Saberbein Interview; EL NACIONAL, 22 Dec 85) ...	138
1986 Nontraditional Exports To Reach Billion Dollars (Ricardo Vega Llona Interview; EL COMERCIO, 22 Dec 85) ..	144
Minister of Agriculture on Problems, Personnel, Policies (Mario Barturen Interview; EL NACIONAL, 23 Dec 85) .....	149
ECASA First Parastate Enterprise to Regionalize Management (EL NACIONAL, 23 Dec 85) .....	155
Briefs	
Military Factory Needs Foreign Markets	157

## TRINIDAD AND TOBAGO

Chambers: Guyana Now Paying for Exports in Cash (CANA, 30 Jan 86) .....	158
--	-----

## VENEZUELA

Morales Bello Reiterates Interest in Presidential Candidacy (Mario Villegas; EL NACIONAL, 14 Dec 85) .....	159
COPEI Presidential Candidacy Becomes Controversial (Oliario Bolivar; EL UNIVERSAL, 11 Dec 85) .....	163
AD, COPEI Internal Struggle During 1985 Analyzed (Orlando Utrera; EL DIARIO DE CARACAS, 27 Dec 85) .....	166

Urban Development Minister on Impact of Triennial Plan (Fanny Perez V.; EL UNIVERSAL, 20 Dec 85) .....	169
FEDECAMARAS President Evaluates 1985 Economic Performance (Rosita Regalado; EL NACIONAL, 20 Dec 85) .....	172
AD Convention Ratifies Most CEN Members (Jesus Eduardo Brando; EL NACIONAL, 21 Dec 85) .....	175
6 Percent Increase in Agricultural Sector Reported (Fanny Perez V.; EL UNIVERSAL, 17 Dec 85) .....	176



25 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Peruvian, Venezuelan Presidents To Visit Uruguay (EFE, 24 Jan 86).....	1
Colombia, Ecuador Lift Bilateral Trade Restrictions (EL TIEMPO, 2 Jan 86).....	2
Chilean Exiles Condemn Repression in Paraguay (TELAM, 1 Feb 86).....	4
Briefs Peru-Ecuador Visa Change.....	5

## ARGENTINA

Film of Demonstrations Leads to Arrests (BUENOS AIRES HERALD, 22 Jan 86).....	6
Brodersohn Denies Plans To Sign IMF Pact (BUENOS AIRES HERALD, 29 Jan 86).....	8
Grinspun's Plan To Streamline State Investments Detailed (Andres K. Alcaraz; SOMOS, 4 Dec 85).....	9
Pucara Sale to Iraq To Uplift Military Aircraft Industry (SOMOS, 11 Dec 85).....	13
CGT Unity Congress Called Destabilizing (BUENOS AIRES HERALD, 2 Feb 86).....	15

## BOLIVIA

Chamber of Deputies Repeals Compulsory Loan (La Paz Cadena Panamericana, 31 Jan 86).....	17
Disbursements for State-Run Companies Frozen (La Paz Cadena Panamericana, 29 Jan 86).....	18

Santa Cruz Drops Daylight Savings Time Request (La Paz Cadena Panamericana, 31 Jan 86).....	19
Briefs	
IMF Grants Standby Credit	20
Trotskyite Leader Arrested	20

## BRAZIL

Foreign Relations Ministry Prepares War Materiel Catalog (Roberto Godoy; O ESTADO DE SAO PAULO, 15 Dec 85).....	21
Sarney Speech on Military Role Favorably Received (Helio Contreiras; O ESTADO DE SAO PAULO, 15 Dec 85).....	23
Objectives of Army Technological Center Discussed (Helio Contreiras; O ESTADO DE SAO PAULO, 12 Dec 85).....	25
PETROBRAS Investments To Increase 6 Percent in 1986 (O ESTADO DE SAO PAULO, 12 Dec 85).....	27
Record 1986 Exports Projected; Impact of Drought (O ESTADO DE SAO PAULO, 10, 17 Dec 85).....	29
Export Projections	29
Drought Will Reduce Exports	30
Consumption of Energy Products Rises 3 Percent in 12 Months (O ESTADO DE SAO PAULO, 14 Dec 85).....	32
VW Alters Strategy So as To Expand in 1986 (O ESTADO DE SAO PAULO, 13 Dec 85).....	33
Briefs	
1985 Strike Figures	35
Antarctic Expedition	35

## CHILE

Text of Proposed Electoral Law Sent to Parties for Reaction (EL MERCURIO, 27 Dec 85).....	36
Democratic Group Proposes Electoral Regulations (ANALISIS, 21-27 Jan 86).....	37
MAPU Party Publishes 'People's Commitment' (ANALISIS, 17 Dec 85).....	39
Leader of Briones Faction of Socialist Party Gives Views (Akim Soto Interview; QUE PASA, 26 Dec 85).....	41

Mortgage Payment, Oil, Telecommunications Legislation Changes (EL MERCURIO, 27 Dec 85).....	48
Court Imposes Restrictions on CTC Leaders (Radio Chilena, 30 Jan 86).....	50
Long-Studied Easter Island Port Plan Readied (LA NACION, 18 Dec 85).....	52
Coastal Highway To Create New Towns, Agricultural Expansion (LA NACION, 10 Dec 85).....	55
Briefs	
Maritime Development for Southern Zone	58
Egyptian Amphibious Vessels Reconditioned	58

#### COLOMBIA

Increased Political Activity Seen in 1986, Centennial Year (Roberto Pombo; EL TIEMPO, 2 Jan 86).....	60
1985 Census Reflects Decline in Demographic Growth (Carlos Ronderos T.; EL TIEMPO, 13 Dec 86).....	63
Government Sets Goal of 4.5 Percent Economic Growth in 1986 (Jose Fernando Lopez; EL TIMPO, 5 Jan 86).....	66
Defense Minister Confirms Study To Call Up Reservists (EL TIEMPO, 9 Jan 86).....	70
Briefs	
Mining Exploitation Rights Limited	72
French Credit Aids PAPELCO	72
Uraba Military Brigade	73

#### CUBA

Ricardo Alarcon on U.S. Role in UN Over Last 40 Years (Ricardo Alarcon de Quesada; GRANMA WEEKLY REVIEW, 29 Dec 85).....	74
--	----

#### ECUADOR

Congress Issues Report on 1985 Activities (EL UNIVERSO, 23 Dec 85).....	80
Armed Forces Role in Democratic Consolidation Underlined (EL UNIVERSO, 2 Jan 86).....	82
No New Standby Agreement Needed for 1986 (EL UNIVERSO, 24 Dec 85).....	84

## Briefs

Students Demonstrate Against Administration's Policies	86
Vice President on Oil Prices	86

## MEXICO

CTM Leaders Describe Labor Congress as 'Obstacle'	
(THE NEWS, 22 Jan 86).....	87
Favorable Trade Balance Includes Decline in Exports	
(NOTIMEX, 5 Feb 86).....	88
Former PSUM Members Switch to PST in Veracruz	
(UNDMASUNO, 21 Jan 86).....	90
Briefs	
Trade Agreement With Canada Signed	91

## NICARAGUA

COSEP's Bolanos on Current Economic Situation	
(EL SIGLO, 23 Jan 86).....	92

## PANAMA

Communist Leader Says Foreign Debt Must Be Paid	
(ACAN, 23 Jan 86).....	96

## PARAGUAY

New Itaipu Agreements Signed With Brazil	
(PATRIA, 29 Jan 86).....	98
PLR Condemns Police Action Against MOPOCO	
(Radio Primero de Marzo, 27 Jan 86).....	100
Police Ban Engineering Students Meeting	
(HOY, 28 Jan 86).....	101
Briefs	
British Ambassador Meets National Accord	102
Foreign Diplomats, National Accord	102
Loans for Airport, Bridge	102
Exports Council Created	102
Fuel Prices Adjusted	103
Foreign Debt	103
Hunger Striker Ordered Hospitalized	103

## PERU

Income Tax Law Changes in 1986	
(Raul Ferrero C.; EL COMERCIO, 12 Jan 86).....	104

Briefs	
Gen Valdivia Fuentes Retires	107
Government Appointments	107

## SURINAME

Government To Impose Stricter Foreign Exchange Laws (ANP NEWS BULLETIN, 15 Jan 86).....	108
--	-----

Briefs	
Long-Term Decline in Bauxite Earnings	110
Computerized Registration of Individuals	110

## VENEZUELA

Consalvi's Endorsement To Amend OAS Charter Denounced (EL UNIVERSAL, 17 Dec 85; EL DIARIO DE CARACAS, 7 Dec 85).	111
---	-----

COPEI Demands Explanation, by Alirio Bolivar	111
Consalvi's Statements, by Cenovia Casas	112

Administration's Performance During 1985 Viewed (EL DIARIO DE CARACAS, 21 Dec 85).....	115
---	-----

Agriculture Plays Key Role in Economic Recovery (EL UNIVERSAL, 22 Dec 85).....	117
---	-----

COPEI Labor Sector on Salary Adjustments (EL UNIVERSAL, 22 Dec 85).....	124
--	-----

Hernandez Grisanti's Nomination as OPEC President Viewed (Ludmila Vinogradoff; EL NACIONAL, 9 Dec 85).....	125
---	-----

Hernandez Grisanti Announces New Marketing Policy for OPEC (C. R. Chavez; EL UNIVERSAL, 18 Dec 85).....	129
--	-----

Oil Revenues Since 1975 Estimated at 125 Billion Dollars (C.R. Chavez; EL UNIVERSAL, 15 Dec 85).....	133
---	-----

Light Oil Field Discovered in Monagas State (C.R. Chavez; EL UNIVERSAL, 20 Dec 85).....	136
--	-----

Salary Adjustments Expected To Benefit 2 Million Workers (Jose R. Hurtado; EL UNIVERSAL, 22 Dec 85).....	138
---	-----

Briefs	
Carbozulia To Become Subsidiary of PDVSA	141
Crude Oil Reserves at Lagoven	141



26 February 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Trinidad-Tobago Fishermen Seized by Venezuela (EXPRESS, 25, 27 Jan 86) .....	1
Report on Arrests, by Harry Partap	1
Trinidad-Tobago Reaction	1
Briefs	
Chambers Visit to Barbados	3

## BERMUDA

Ban on Farrakhan Sparks Opposition Protest (THE ROYAL GAZETTE, 20, 23 Dec 85) .....	4
PLP, NLP Criticism	4
Taped Speech OK	5
Economy Grows, But Slumps in Constant-Dollar Terms (THE ROYAL GAZETTE, 18 Dec 85) .....	6
Union Leader Foresees Confrontation With Government (THE ROYAL GAZETTE, 28 Dec 85) .....	7
PLP, NLP Vie for Position as Primary Opposition to UBP (THE ROYAL GAZETTE, 30 Dec 86) .....	8
NLP Statement Attacks 'Scared' UBP, Government (THE ROYAL GAZETTE, 10 Jan 86) .....	10
Attempt To Form Union Gets UBP Guards Fired (THE ROYAL GAZETTE, 24 Jan 86) .....	11

## BRAZIL

Briefs	
Sarney Curbs Contribution Expenses	12
Soviet Diplomat Expulsion	12

Irrigation Ministry Establishment	12
Titanium Dioxide Production	12
Asylum for Haitian Opposition Member	12
COLOMBIA	
Briefs	
Reservists To Assist Elections	14
CUBA	
Roberto D'Avila Describes TV Interview With Fidel Castro (MANCHETE, 28 Dec 85) .....	15
DOMINICA	
Charles, French Envoy Discuss Status of Dominicans (CANA, 30 Jan 86) .....	19
Economy Shows Improvement for First Half of 1985 (THE DAILY GLEANER, 19 Jan 86) .....	20
EL SALVADOR	
FMLN-FDR Issue Communique on Economic Measures (Radio Farabundo Marti in Spanish to El Salvador, 4 Feb 86)	21
Commander Gutierrez Discusses Chalatenango Situation (Ricardo Gutierrez Interview; Radio Farabundo Marti in Spanish to El Salvador, 6 Feb 86) .....	24
GRENADA	
NNP Administration Assailed by Opposition Organs (INDIES TIMES, 26 Oct, 9 Nov 85; GRENADA GUARDIAN, 9 Nov, 7 Dec 85) .....	31
Celebration of 'Invasion'	31
Freeing of Mongoose Gang	32
Weakened Support for NNP, Editorial	33
Record Incompetence	34
Blaize Hit for Missing Opportunity in Reagan Meeting (INDIES TIMES, 26 Oct 85) .....	36
Gairy Reviews Union Demands, Exhorts Workers (GRENADA GUARDIAN, 9 Nov 85) .....	37
GULP Organ Offers Analysis of NNP Internal Dissension (GRENADA GUARDIAN, 30 Nov 85) .....	39

IMF Report Reviews 1985 Shortfalls in Agriculture (CANA, 19 Jan 86) .....	42
State Enterprises Show Decline in Profits for 1985 (TRINIDAD GUARDIAN, 20 Jan 86) .....	44
Government To Stick to 'Jobs for Grenadians' Policy (THE DAILY GLEANER, 27 Jan 86) .....	45

#### GUYANA

Reaction to Election From Overseas Cited, Criticized (GUYANA CHRONICLE, various dates; MIRROR, 29 Dec 85) ....	46
Spokesman Rejects Charles' Comments	46
Charles' Congratulations	47
PPP Organ on U.S. 'Whitewash'	48
Government on Compton Remarks	48
PNC Slap at Compton	49
Government, Opposition Dispute Election Role of Military (Various sources, various dates) .....	50
'Libel' Charge From GDF	50
McLean Statement	51
Complaints of Civic Groups	52
PPP Statement	52
Hoyte Addresses Nation on Election, Future Plans (GUYANA CHRONICLE, 16 Dec 85) .....	56
PNC Anniversary Speech, by Colin King	56
Text of Broadcast	58
Comment on PPP, WPA	61
Cabinet, Parliamentary Secretary Positions Filled (SUNDAY CHRONICLE, 22, 29 Dec 85; GUYANA CHRONICLE, 28 Dec 85) .....	63
Senior Cabinet Members	63
More Ministry Designations, by Colin King	64
Other 'Senior' Appointments	65
Additional Office-Holders, by Trevor Pearson	65
Government-Church Discord Over Election Continues (Various sources, various dates) .....	67
Searches for Weapons	67
Elasts at Morrison	69
Religious Leaders' Letter	69
Moravian Dispute With Government, by G. Richmond	71
Hoyte Address	72

Relations With USSR in Spotlight; Trade Mission Arrives (GUYANA CHRONICLE, various dates) .....	74
Basis for Ties	74
Mutual Respect	76
Composition of Soviet Delegation	77
TUC Leader Cites Hoyte as Reason for Workers' Hopes (George Barclay; GUYANA CHRONICLE, 6 Jan 86) .....	78
Patriotic Coalition Seeks Independent Probe of Election (CANA, 29 Jan 86) .....	80
Hoyte to PNC: Caricom Trade Practices Hurting Guyana (CANA, 31 Jan 86) .....	82
Briefs	
Hoyte on National Front	83
Weapons Arrests	83
Credit From Fiat	83
IDB Discussions	84
Trade Mission	84
Relations With Finland	84

#### JAMAICA

Comment, Reportage on Seaga Tax Measures Continue (THE SUNDAY GLEANER, 12 Jan 86; THE DAILY GLEANER, 13, 14 Jan 86) .....	85
Text of Seaga Statement	85
Carl Stone Critique	87
Impact on Poor	89
GLEANER Assessment, Editorial	90
Poll Findings	90
Manley Comment	92
JLP Executive Elects Officers; Seaga Comments on Local Government (THE DAILY GLEANER, 13 Jan 86) .....	93
Trade Gap Continued To Widen Up to October 1985 (THE DAILY GLEANER, 14 Jan 86) .....	94
Impact of Teachers' Demands, Strike Assessed (THE DAILY GLEANER, 15, 18 Jan 86) .....	95
Teachers', Union Views	95
Government's Views	96
Settlement Offer	97

PNP Leader Manley Gives Views on Nation's Economy (THE DAILY GLEANER, 17 Jan 86; THE CARIBBEAN & WEST INDIES CHRONICLE, Dec 85-Jan 86) .....	98
Overall Criticism	98
Failure of Monetarism	99
NPM Disruption of JTA Meeting Draws Widespread Criticism (THE DAILY GLEANER, various dates) .....	101
Report on Incident	101
Manley Blast at Seaga	101
JLP Apology	102
GLEANER Reaction, Editorial	103
JTA Call for NPM Apology	104
Carl Stone Analysis	104
Stone Poll Shows PNP Maintaining Lead Over JLP (THE DAILY GLEANER, 24 Jan 86) .....	106
Customs Layoffs Begin; Upgrading of Service Sought (THE DAILY GLEANER, 27 Jan 86) . ....	108
Progress in Development of Two Free Zones Reported (THE DAILY GLEANER, 27 Jan 86) .....	110
Independent Broadcast Unit Wins Government Approval (THE DAILY GLEANER, 23, 18 Jan 86) .....	111
House Action	111
Public Opinion on Seaga Policy	112
Exports Group Forms Committees To Study Economic Sectors (THE DAILY GLEANER, 27 Jan 86) .....	114
Briefs	
United Front Leadership	115
Export Markets	115

## MEXICO

Business Leader Millan Urges Renegotiated Foreign Debt (Jesus Rangel M.; EXCELSIOR, 23 Dec 85) .....	116
Governor Opposes Debt Servicing at Cost of Social Peace (Francisco Santa Cruz M.; EXCELSIOR, 5 Jan 86) .....	119

## MONTSERRAT

NDP Leader Discusses Independence, Political Climate (TRINIDAD GUARDIAN, 27 Jan 86) .....	120
--	-----

# TRINIDAD AND TOBAGO

Paper Calls for Government Action Against Guyana (SUNDAY GUARDIAN, 19 Jan 86) .....	121
Signs of Coming Election Stir Political Forces (EXPRESS, 20 Jan 86; TRINIDAD GUARDIAN, various dates)	122
NAR Council Installation	122
Robinson Speech	122
PNM Preparations	123
Formal Launching of NAR, by Clevon Raphael	124
Union Official Points to 'Powder Keg' in Tobago (EXPRESS, 24 Jan 86) .....	125
Policy Setting Time Limits for Political Telecasts Renewed (TRINIDAD GUARDIAN, 25 Jan 86) .....	126
Amoco Investment Plans Unaffected by Drop in Crude Prices (Harry Partap; EXPRESS, 28 Jan 86) .....	127
Briefs	
Natural Gas Plans	128
Ammonia Plant	128

5 March 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Caricom-Hoyte Mustique Meeting Still Getting Attention (Various sources, 2, 6 Feb 86).....	1
Interview With Compton, by Norris Solomon	1
Interview With Charles	2
Charge of U.S. Intervention	6
Trinidad-Tobago, Venezuela Hope To Boost Cooperation (EXPRESS, 3 Feb 86).....	8
Fishing Problems Between Trinidad, Venezuela Persist (EXPRESS, 6, 7 Feb 86; TRINIDAD GUARDIAN, 7 Feb 86).....	9
New Arrests by Venezuela, by Harry Partap	9
Detention of Ship Captains	9
Mahabir News Conference	10
Skepticism on Accord, Editorial	11
Guyana Mission Discusses Trade With Barbados Officials (CANA, 4 Feb 86).....	12
Increased Trade Between Brazil, Cuba Discussed (EXAME, 30 Oct 85).....	14
Cuba's Import Needs, by Marcelo Bairao	14
'They Don't Buy Rubbish', by Luiz Suplicy Haffera	18

## ANTIGUA AND BARBUDA

Lester Bird's Address To Heads of Mission Conference (Lester Bird; HERALD, 10 Jan 86).....	20
Briefs	
New Maritime Department	23

## ARGENTINA

Poll Reveals Strong Opposition to Possible Amnesty Law (SOMOS, 18 Dec 85).....	24
Sourrouille on Foreign Debt, Baker Plan Flaws (SOMOS, 18 Dec 85).....	36
Military Expenditures Detailed in 'Secret Document' (SOMOS, 25 Dec 85).....	40

## BAHAMAS

PLP 'Possible Candidates' List Raises Stir; Hanna in Race (THE TRIBUNE, 21, 23 Jan 86).....	45
McWeemeu's Action, by Athena Damianos	45
Reaction From FNM	46
FNM Convention Ends; Isaacs Addresses Final Session (THE TRIBUNE, 20, 21 Jan 86).....	47
Report on Isaacs' Speech, by Anthony Forbes	47
Assessment of Meeting, by Athena Damianos	48
PLP Chairman's Comment	49
Government, Teachers Locked in Wages Dispute (Juliette Storr; THE TRIBUNE, 20, 21 Jan 86).....	51
Minister's Position	51
Union Response	52
Ingraham Disputes Rosy Picture of Economy, Tourism (Athena Damianos; THE TRIBUNE, 23 Jan 86).....	53

## BRAZIL

Engesa Develops Two of Most Sophisticated Antitank Missiles (Roberto Godoy; O ESTADO DE SAO PAULO, 22 Dec 85).....	55
Military Conduct Agrarian Reform for Alcantara Space Base (O ESTADO DE SAO PAULO, 29 Dec 85).....	57
Briefs	
No Saudi Arms Sale	60

## CHILE

Gen Rodolfo Stange Describes Role of Carabineros (Rodolfo Stange Oelckers Interview; COSAS, 17 Oct 85).....	61
--	----

Argentina, Peru Borders, Antarctica 1986 Foreign Priorities (EL MERCURIO, 31 Dec 85).....	70
ODEPLAN To Promote Exports, Labor-Intensive Industry (EL MERCURIO, 31 Dec 85).....	73
Minister of Mines Announces Projects, Plans for 1986 (Francisco Eterovic; EL MERCURIO, 31 Dec 85).....	77
DOMINICA	
Charles Hit for Note Congratulating Guyana's Hoyte (THE NEW CHRONICLE, 10 Jan 85).....	80
Implications for Dominica	80
Charles' Defense	82
GRENADA	
Search at Louison Home Linked to Port Delivery (THE GRENADIAN VOICE, 11 Jan 86).....	83
Briefs	
Nugme Situation	84
GUYANA	
Hoyte Comments on Mustique Meeting With CARICOM Leaders (DAILY NATION, 27 Jan 86).....	85
NICARAGUA	
Creation of Industry, Commerce Bank Explained (LA PRENSA, 23 Dec 85).....	86
Obando's Christmas Message to Faithful Published (LA PRENSA, 21 Dec 85).....	87
Briefs	
Aid Agreement With USSR	90
PERU	
Former AP Presidential Candidate Criticizes Government Policy (Latinoamericana Television, 23 Jan 86).....	91
Opposition Leaders Characterize Garcia as 'Authoritarian' (Segundo Nunez; EL NACIONAL, 26 Dec 85).....	93

Torrential Rains Cause Heavy Damage	
(AFP, 27 Jan 86; EFE, 1 Feb 86).....	95
Property, Crop Losses	95
Puno Flood Victims	96

#### Briefs

Arab Leaders Invite Garcia	97
Program for Streamlining Bureaucracy	97
South Korea Imports Increased	98

#### ST CHRISTOPHER AND NEVIS

Simmonds Speeches Address Domestic, Regional Issues	
(THE DEMOCRAT, 4 Jan 86; BARBADOS ADVOCATE, 20 Jan 86).....	99
New Year's Message, by Kennedy Simmonds	99
Views on CARICOM	102

#### ST VINCENT AND THE GRENADINES

Grenadines Residents Upset at Government Indifference	
(THE VINCENTIAN, 17 Jan 86).....	104
MNU Leader in Barbados, Discusses Future Prospects	
(WEEKEND NATION, 17-18 Jan 86).....	105
Banana Workers Protest; Mollified by Minister Jack	
(Elvis Olivierre; THE VINCENTIAN, 10 Jan 86).....	106
Briefs	
Officials on Radio	107

#### TURKS AND CAICOS

PDM Leader Howell Discusses Party's Policies, Views	
(TURKS & CAICOS NEWS, 29 Nov 85).....	108
Background to PNP Victory in Council By-Election Noted	
(TURKS & CAICOS NEWS, 12 Dec 85).....	110
Assessment of Results	110
Emily Saunders Campaign	111
Letters From Norman Saunders	112
TCUP Candidate's Speech	112
PDM Denunciation	113
TCUP Elects Victor Forbes as Its National Chairman	
(TURKS & CAICOS NEWS, 12 Dec 85).....	115

URUGUAY

New Political Party Announces Leadership, Principles (BUSQUEDA, 27 Dec 85).....	116
Broad Front Leaders Meet With Rank and File Members (BUSQUEDA, 27 Dec 85).....	118
Colorado Party Deputy Vaillant Forms New Faction (BUSQUEDA, 3 Jan 86).....	120

VENEZUELA

Lusinchí Favors Employment Program Over Wage Increase (ZETA, 21 Nov-2 Dec 85).....	122
Briefs	
New AD Labor Bureau	126



11 March 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Cerezo's Government Receives Foreign Aid (PRENSA LIBRE, 10, 11 Jan 86) .....	1
Italy Donates \$300 Million	1
Conditions for Acceptance Outlined, Editorial	2
Guatemala, El Salvador Reach Payment Agreement (PRENSA LIBRE, 3 Jan 86) .....	4
Grenada Exporters Cite Trade Problems With Trinidad (TRINIDAD GUARDIAN, 14 Feb 86) .....	5
Barbados Denies Imposing Ban on Trinidad-Tobago Goods (TRINIDAD GUARDIAN, 14 Feb 86) .....	6

## ANTIGUA AND BARBUDA

ACLM Complains of 'Deception' by Opposition Parties (OUTLET, 31 Jan 86) .....	8
ATLU, ACLM Organs Hit Government for Labor Policies (THE WORKERS VOICE, 22, 25 Jan 86; OUTLET, 24 Jan 86) ...	11
Wages Issue	11
Development-vs-Labor Issue	12
Cabinet Deception	13
U.S. Accused of Pitting Area States Against Each Other (OUTLET, 31 Jan 86) .....	15
Bank Report Reviews Economic Growth for 1985 (NATION'S VOICE, 24 Jan 86) .....	17
Briefs	
EEC Aid	18
Radio's Disappearance	18

## ARGENTINA

BA's National Radicals Call for Unity (CLARIN, 11 Jan 86) .....	19
MIN Leader Charges Radicals With Cronyism (CLARIN, 11 Jan 86) .....	20
Alsogaray's Open Letter Seeks Troccoli's Resignation (CLARIN, 11 Jan 86) .....	22
Caputo on Foreign Policy, Debt Moratorium Alternative (Dante Caputo; MERCADO, 23 Jan 86) .....	24
Wheat Export Deficit Estimated at 2 Million Tons (SOMOS, 15 Jan 86) .....	37

## BRAZIL

CSN Proposes Use of Military Colonies in Amazon Border Areas (O ESTADO DE SAO PAULO, 24 Jan 86) .....	40
CUT on CGT's Formation, National Accord, Wage Campaign (O ESTADO DE SAO PAULO, various dates) .....	43
CGT Seen Superfluous	43
Definition of Accord Explained	44
PT Head Discusses Campaign	45
Church Sectors Scored for Support of Land Invasions (O ESTADO DE SAO PAULO, 6 Feb 86) .....	46
IBGE Attributes Record January Inflation To Food Cost Rise (O ESTADO DE SAO PAULO, 31 Jan 86) .....	49
CFP Cites 30 Percent Drop in Production of Five Main Crops (O ESTADO DE SAO PAULO, 6 Feb 86) .....	52
Briefs	
CMN on Monetary Reform	53
Purchasing Power Down 46.4 Percent	53

## CHILE

Thoughts of Minister Cuadra (QUE PASA, 9-15 Jan 86) .....	54
CTC Seguel on Role of Union, Possibility of National Strike (Rodolfo Seguel Interview; EL MERCURIO, 19 Jan 86) .....	64

Trade Balance Figures Show 14.9 Percent Drop in Imports (EL MERCURIO, 21 Jan 86) .....	68
---	----

## COLOMBIA

Government Presents Plan for Allocation of Coffee Profits (EL ESPECTADOR, 24 Jan 86) .....	70
Mines Minister Says Oil Price Decline Not To Affect Economy (EL TIEMPO, 24 Jan 86) .....	73
Cerrejon North Exports First Million Tons of Coal in 1985 (EL SIGLO, 14 Jan 86) .....	74
Foreign Investment Down 50 Percent in 1985 (EL TIEMPO, 20 Jan 86) .....	79

## GRENADA

Briefs	
Reaction to Union Demands	81
Britons in Ministry	81

## GUATEMALA

Battle Brewing Over Vice President's Role (PRENSA LIBRE, 8, 9 Jan 86) .....	82
Vice President Assumes Duties	82
Carpio's Role Upheld, Editorial	82
Quinonez Opposes Direct Talks With Belize (PRENSA LIBRE, 16 Jan 86) .....	84
Right Wing Groups Under Government Scrutiny (PRENSA LIBRE, 9, 7 Jan 86) .....	86
Investigation Ordered	86
Harsh Policy Announced	86
Cerezo Faces First Crisis as Homeless Occupy Land (PRENSA LIBRE, 17 Jan 86) .....	88
Target BANVI	88
Government Lacks Funds	88
Opinions Differ on State of Export Picture (PRENSA LIBRE, various dates) .....	90
Reached \$975 Million in 1985	90
Income Down	91
Outlook 'Optimistic', Editorial	92

Labor Leaders Protest Price Hikes, Shortages (PRENSA LIBRE, 23 Dec 85) .....	94
Briefs	
Teachers, Cerezo Meet	95
Five Development Agencies Centralized	95
ESA Threatens Truck Owners	95
GUYANA	
Hoyte Appointments May Indicate PNC Power Struggle (CANA, 12 Feb 86) .....	96
JAMAICA	
Personnel Developments Provide Glimpse Inside PNP (THE DAILY GLEANER, 29 Jan 86) .....	99
Supplementary Government Spending Estimates Reviewed (THE DAILY GLEANER, 29 Jan 86) .....	101
Government To Increase Its Role in Bauxite Sales (CANA, 8 Feb 86) .....	102
Banks Comment on Move To Ease Liquidity Squeeze (THE DAILY GLEANER, 6 Feb 86) .....	103
GLEANER: Seaga Tax Plan May Bring Public Cynicism (Editorial; THE DAILY GLEANER, 31 Jan 86) .....	104
Police Tear-Gas Students Backing Teachers' Strike (THE DAILY GLEANER, 6 Feb 86) .....	106
NPM Apologizes for Attack on PTA; Carl Stone Comments (THE DAILY GLEANER, 4, 5 Feb 86) .....	108
Stone on Political Violence, by Carl Stone	108
NPM Apology	109
Briefs	
Garment Industry Problems	110
Munroe in Havana	110
MEXICO	
PAN Appeal to President Dwells on Coming Chihuahua Election (LA NACION, 1 Jan 86; EXCELSIOR, 7 Jan 86) .....	111
'Scarcity of Democracy' Asserted	111
State Committee to Review Reforms, by Guillermo C. Zetina	113

Impediments To Sale of Parastate Enterprises Recited (PROCESO, No 478, 30 Dec 85) .....	114
MONTSERRAT	
Government Personnel Shifts Laid to Party Politics (THE MONTSERRAT REPORTER, 11, 18 Oct 85) .....	116
Report on Reshuffle	116
Blow to Fair Play, Editorial	117
NDP Holds Island's First Political Party Convention (THE MONTSERRAT REPORTER, 11 Oct 85) .....	119
NDP Leaders Osborne, Cassell Address Public Rally (THE MONTSERRAT REPORTER, 1 Nov 85) .....	121
Bank Reports Economic Decline for 1st Half of 1985 (THE SUNDAY GLEANER, 2 Feb 86) .....	123
Company in Labor Dispute Fires 'Russia-Trained' Manager (THE MONTSERRAT REPORTER, 1 Nov 85) .....	124
Police Searches at Paper, School Bring Rebuff (THE MONTSERRAT REPORTER, 20 Dec 85) .....	126
Search for Documents	126
'Police State' Warning, Editorial	127
NICARAGUA	
Briefs	
Changes in Agriculture Ministry	129
Spanish Credits	129
PARAGUAY	
Finance Minister Discusses 1985 Revenue Surplus (EL DIARIO, 2 Jan 86) .....	130
1985 Economic Performance Analyzed (Efrain Enriquez Gamon; ULTIMA HORA, 31 Dec 85) .....	132
Briefs	
Preferential Rates	135
Gamarra Ends Hunger Strike	135
ST LUCIA	
Government Decentralization Program Continues in Micoud (THE VOICE, 22 Jan 86) .....	136

PLP Convention Features Major Address by Odlum (CRUSADER, various dates; THE VOICE, 22 Jan 86) .....	137
Odlum on Unity	137
Odlum-Josie Relationship	139
Remarks on Economy	140
Ten-Point Program	143
Rosie Douglas Remarks	145
Letter to SLP	146
Message From Youth Arm	146
Odlum Pre-Congress Interview	149

#### ST VINCENT AND THE GRENADINES

Mitchell Policies in OECS Hit by Opposition UPM (CARIBBEAN CONTACT, Feb 86) .....	156
--	-----

#### TRINIDAD AND TOBAGO

Tewarie Charges Minister With Trying To Split NAR (EXPRESS, 29 Jan 86) .....	158
NAR Hits Venezuela Fishing Pact; Coast Guard Aid Sought (EXPRESS, 8 Feb 86; TRINIDAD GUARDIAN, 14 Feb 86) .....	159
Panday Criticism	159
Further Criticism	159
Call on Coast Guard	160
Workers, Union Continue Confrontation With Caroni (Various sources, various dates) .....	161
Panday Orders, by Harry Partap	161
Mechanical Shutdown, by Mikey Mahabir	161
Support for Union, by Mikey Mahabir	162
Briefs	
Methanol Plant Holdup	163

12 March 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Belize Requests Direct Talks With Guatemala (Alvaro Galvez Mis; PRENSA LIBRE, 23 Dec 85) .....	1
Guatemala Announces Arrangement for Costa Rican Payments (PRENSA LIBRE, 23 Dec 85) .....	4
Briefs	
Havana on Donation to Bolivia .....	5

## ANTIGUA AND BARBUDA

ACLM Organ Assails Bush Remarks at Miami Conference (Editorial; OUTLET, 17 Jan 86) .....	6
Hector Hits Vote Fraud in Cable to Guyana's Hoyte (OUTLET, 17 Jan 86) .....	8
Briefs	
Government Weekly .....	9

## ARGENTINA

Caputo Discusses Foreign Policy Course (TIEMPO ARGENTINO, 4 Feb 86) .....	10
Army Officers Sentenced for Statements (Noticias Argentinas, 4 Feb 86) .....	12
Briefs	
Anti-hail Rockets From USSR .....	14
Japanese Fishing Activities Explained .....	14

## BARBADOS

Barrow Describes, Justifies Discussions in Guyana (Various sources, 21 Jan 86) .....	15
Assessment of Trip .....	15
CARICOM Ingredient .....	16
Advice to Hoyte .....	16
Reply to Criticism .....	17

DLP Leaders Portray Party's Gains, Contributions (SUNDAY SUN, 26 Jan 86) .....	18
Barrow on Succession, by Albert Brandford Confidence in People .....	18 18
St John Airs CARICOM Problems in Speech to BLP Meeting (Irvine Reid; CANA, 27 Jan 86) .....	20
St John Sees Guyana Opposition Group, Comments on Talks (Various sources, various dates) .....	21
Kwayana Remarks .....	21
Jagan Remarks, by Charmaine Massiah .....	22
Article Examines Highlights of Nation's Foreign Policy (BARBADOS ADVOCATE, 22 Jan 86) .....	23
Trade Deficit Figures for First 9 Months of 1985 Cited (BARBADOS ADVOCATE, 16 Jan 86) .....	25
Diversification in Agriculture, New Exports Gaining (BARBADOS ADVOCATE, 17 Jan 86; SUNDAY SUN, 26 Jan 86) .....	26
Export Expectations .....	26
Government Program .....	26
Central Bank Reports Slight Decline in Economy (CANA, 23 Jan 86) .....	28
Government Not Optimistic About Future of Sugar (SUNDAY SUN, 26 Jan 86) .....	31
Bomb Threat Fails To Deter Visiting UK Cricketers (CANA, 28 Jan 86) .....	32
Paper Doubts Trinidad Explanation for Drop in Trade (CANA, 6 Feb 86) .....	33
Briefs .....	
BLP Elections .....	35
CHILE	
Important Hydroelectric Project Receives Approval (EL MERCURIO, 6 Jan 86) .....	36
Combat Helicopter Prototype To Be Exhibited (LA NACION, 18 Jan 86) .....	38
COLOMBIA	
Labor Minister Terms Railroad Workers Strike 'Illegal' (German Navarrete; EL TIEMPO, 21 Jan 86) .....	39

ANIF Presents Plan To Generate Employment; Unemployment Data (EL TIEMPO, 20 Jan 86) .....	42
--	----

## CUBA

Briefs	
Vatican, UN Hurricane Donations	46
Cuba in FAO Aid Package	46

## GUATEMALA

Cerezo Confirms 8 in Cabinet Posts (PRENSA LIBRE, 28 Dec 85) .....	47
New Ministries Viewed as 'Superfluous' (Editorial; PRENSA LIBRE, 28 Dec 85) .....	48
Schlotter Comments on Duties, Criticism (PRENSA LIBRE, 29 Dec 85) .....	50
Health Minister Declares War on Corruption (PRENSA LIBRE, 30 Dec 85) .....	51
Labor Calls on Army To Disarm Extremist Groups (PRENSA LIBRE, 30 Dec 85) .....	53
Mejia, Lobos Retired From Military Amid Praise (PRENSA LIBRE, 14 Jan 86) .....	54
Government Says Model Communities Helping Many (PRENSA LIBRE, 22 Dec 85) .....	56
Briefs	
MLN Repudiates Ortega's Presence	57
Balsells Heads INDE	57
Culture Minister on Duties, Plans	57
Teachers Demand Direct Negotiations	58
Organizing Committees Cancelled	59
New Ministries Expand Bureaucracy	59
Mass Firings Denied	59
Unemployment Hits 1.2 Million	60
'Political Opportunism' Scored	60

## GUYANA

Briefs	
Hoyte War on Drugs	61

## PERU

Villanueva on Nationalism, Mirage Purchases (EL COMERCIO, 11 Jan 86) .....	62
---	----

Belaunde Criticizes Current Oil Policy (EL COMERCIO, 13 Jan 86) .....	63
Petroperu To Operate Former Belco Offshore Platforms (EL COMERCIO, 28 Dec 85) .....	65
Legislative Decree Sets Bases for Tax Restructuring (EL NACIONAL, 2 Jan 86) .....	67
Emergency Aid Sought for Fishing Industry (EL COMERCIO, 11 Jan 86) .....	70
Centromin Sales Hit Record Low in 1985 (EL COMERCIO, 12 Jan 86) .....	71
Fishmeal Sales to Iran, Yugoslavia (EL COMERCIO, 13 Jan 86) .....	73
Favorable Trade Balance With Japan in 1985 (EL COMERCIO, 18 Jan 86) .....	74
Planning Institute: 5, 7 Percent Increase in GDP (EL COMERCIO, 19 Jan 86) .....	76
Briefs	
1985 Cajamarquilla Refining Figures	78
Price Controls on Corn	78
PETROPERU Energy Savings	78
Second Pipeline Depends on Exploration	79
Psychiatrist Says Populace Demoralized	79
Deputy Demands Provisional Government	79
Japanese Literacy Assistance	80

#### ST LUCIA

U.S. Worldwide 'Interference' Linked to Terrorism (Editorial; CRUSADER, 11 Jan 86) .....	81
Little Known of Inquiry Under Way on Police Commissioner (THE VOICE, 15 Jan 86) .....	83
PLP Organ Cites Opposition Efforts Toward Unity (Editorial; CRUSADER, 18 Jan 86) .....	84
Compton Comments on Issues of Caribbean Unity (TRINIDAD GUARDIAN, 21 Jan 86) .....	87

#### URUGUAY

Public Opinion on Government, Congressional Performance (Various sources, various dates) .....	88
Leaders' Management, Popularity Polled	88
Sanguinetti Rated Above Congress	92
Views on Tax Increase, Distribution	92

17 March 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

## Briefs

Honduran-Nicaraguan Pact Denied	1
---------------------------------	---

## ARGENTINA

Presidential Adviser Tessio on UCR's Policies, Debt Issue (LA PRENSA, 4 Feb 86) .....	2
Governor Menem on Possible Candidacy for Vice-President (LA PRENSA, 6 Feb 86) .....	4
Casella Denies Privatization Decision Caused Party Rift (LA PRENSA, 6 Feb 86) .....	5
Delegation Visiting UK Cited on Falklands Issue (Arthur Gavshon; THE GUARDIAN, 20 Feb 86) .....	7
Argentec To Finance High Tech Research, Development (EL ECONOMISTA, 31 Jan 86) .....	9

## BRAZIL

Guidelines for 1986 Energy Plan Established (O ESTADO DE SAO PAULO, 31 Dec 85) .....	11
Inflation Seen as Cause of Reduced Multinational Investment (O ESTADO DE SAO PAULO, 12 Jan 86) .....	15
Military To Collaborate in Preparing Constitution Draft Bill (O ESTADO DE SAO PAULO, 16 Jan 86) .....	17
EMBRAER President Views Argentinian Adoption of Model (O ESTADO DE SAO PAULO, 17 Jan 86) .....	19
Volunteer Brigade To Assist in Nicaraguan Coffee Harvest (O ESTADO DE SAO PAULO, 18 Jan 86) .....	21

Brazilian Market for Computers To Increase Exponentially (O ESTADO DE SAO PAULO, 19 Jan 86) .....	23
Reportage on Crop Losses Resulting From Drought (O ESTADO DE SAO PAULO, various dates) .....	24
15 Trillion in Losses	24
Increasing Rice Losses	25
Rice Imports	25
Impact of Drought in South, Southeast Assessed (VEJA, 22 Jan 86) .....	27
Japan Seeks To Intensify Trade, Form Joint Ventures (O ESTADO DE SAO PAULO, 24, 29 Jan 86) .....	38
More Purchases From Brazil	38
Brazilian Partners Sought	38
CACEX Projects Repetition of 1985 Trade Surplus in 1986 (O ESTADO DE SAO PAULO, 29 Jan 86) .....	40
Brazil's Incipient Efforts in Artificial Intelligence (VISA0, 22 Jan 86) .....	42
Government Aid to S&T Surveyed (REVISTA BRASILEIRA DE TECNOLOGIA, Nov-Dec 85) .....	44
Briefs	
Belgian Starfighter Offer	52
Agrarian Reform Along Amazon Border	52
Steel Production Increase	53
Amazonia Satellite Imagery	53
Brazil To Manufacture Own Radars	54
Welding Research	54

#### COLOMBIA

Appointment of Bogota Mayor Said Political Surprise (Gloria Moanack; EL TIEMPO, 8 Dec 85) .....	55
Liberals Analyze Failure of Current Economic Policy (EL TIEMPO, 9 Dec 85) .....	58
Cotton Growers To Receive Operating Capital Credit (EL TIEMPO, 15 Dec 85) .....	63

#### EL SALVADOR

FMLN on Capture, Disappearance 'Problem' (Radio Venceremos in Spanish to El Salvador, 22 Feb 86) ...	65
---	----

## GRENADA

Students Educated in Cuba Issue Statement on Treatment (THE GRENADIAN VOICE, 25 Jan 86) .....	67
Minister of Agriculture Discusses Plans for Future (THE GRENADIAN VOICE, 25 Jan 86) .....	70
Paper Views Union Contract Proposals, Other Initiatives (THE GRENADIAN VOICE, 25 Jan 86) .....	72

## GUATEMALA

Mejia, Cerezo Reach 'Agreement' on Decree ,Laws (PRENSA LIBRE, 14 Jan 86) .....	75
Briefs	
PSD, Government at Odds	78
CUSG Scores INDE Policies	78
Immigration Laws Amended	78
Soberanis Promises Labor Safety	79
Finance Minister Sworn in	79
\$800 Million in Loans	79
New Constitution Takes Effect	80
PR, UCN Terminate Alliance	80

## GUYANA

Hoyte in 'Exclusive' Interview on Election, Future Plans (SUNDAY EXPRESS, 16 Feb 86) .....	81
---	----

## HONDURAS

CGT Warns President-Elect of 'Aggressive Action' (Francisco Hernandez; LA TRIBUNA, 17 Jan 86) .....	90
TNE Dismisses 'Consanguinity' Charges Against Montoya (LA TRIBUNA, 21 Jan 86) .....	92
MONARCA Meets, Selects New Governing Board Officials (Ludovico Sanchez Turcios; LA TRIBUNA, 24 Jan 86) .....	93
Suazo Administration Submits Final Report (LA TRIBUNA, various dates) .....	95
Paz Barnica on El Salvador	95
Carias Views U.S. Aid	96
Carias on External Debt	97
Orellana on Deficit Reduction, by Antonio Pineda Green	98
Arriaga on Alternative Allies	98

Montoya on Amnesty, Strategy of New Congress (LA TRIBUNA, 27 Jan 86) .....	100
Political Prisoners	100
Stresses Continuity, 'Pluralism'	100
Cotton Growers' Plight Underscored, Government Aid Sought (LA TRIBUNA, 7 Jan 86) .....	102
Briefs	
Lower Export Quotas Attacked	103
Military Personnel Rotation	103
FUSEP Announces Changes	103
Finance Minister Outlines Goals	104
Azconista Movement Receives Payment	104
JNBS Legally Recognized	104

#### MEXICO

Party Official Declares Clouthier PAN Sinaloa Candidate (EXCELSIOR, 5, 9 Jan 86) .....	106
Goycoechea Luna Seeking Mazatlan Office, by Guillermo C. Zetina	106
Clouthier Discusses Candidacy, by Guillermo C. Zetina	106
Sinaloa: Appeal Made to Army for Relief From 'Narcoterror' (EXCELSIOR, 5, 6 Jan 86) .....	108
Radio Broadcasts Every 20 Minute, by Alejandro Sicairos	108
Threats Against Campaign	108
New Capital Police Head To Focus on Reforms, Buendia Case (Luis Segura, Alfredo Jimenez; EXCELSIOR, 10 Jan 86) ....	111
Chumacero, Calderon Favored for Key CTM Positions (Humberto Aranda; EXCELSIOR, 13 Jan 86) .....	113
Briefs	
48 Central Americans Deported	114

#### NICARAGUA

PSC Leader Outlines National Situation for FRG Centrists (FRANKFURTER RUNDSCHAU, 23 Oct 85) .....	115
--	-----

#### PERU

1986 National Budget Figures Reported (Various sources, various dates) .....	126
EQUIS X Commentary	126
CARETAS Analysis	129
Quarterly Adjustment Planned	134

Newspaper Supports Decision To Freeze Fuels, Dollar Prices (EL COMERCIO, 15 Dec 85) .....	136
--	-----

#### ST CHRISTOPHER AND NEVIS

Labour Party Meeting Reported, Reaction Follows (THE LABOUR SPOKESMAN, 15, 18 Jan 86; THE DEMOCRAT, 18 Jan 86) .....	139
Speeches at Rally	139
Critique of Speeches, by Roy Jones	140
Complaints Against PAM, Editorial	144
Labor Union for Sugar Workers Engaged in Negotiations (THE LABOUR SPOKESMAN, 18 Jan 86) .....	148
Briefs	
Loan From Taiwan	150

#### TRINIDAD AND TOBAGO

Fasting Senator Cites Prospects for Election Violence (Camini Marajh; SUNDAY EXPRESS, 16 Feb 86) .....	151
Further Details on Caroni-Sugar Workers Standoff (EXPRESS, 18 Feb 86; TRINIDAD GUARDIAN, 19 Feb 86) .....	153
Caroni Statement, by Harry Partap	153
Impact on Farmers	154
Trintoc Moves Ahead With Expanded Drilling Program (EXPRESS, 18 Feb 86) .....	155

#### VENEZUELA

Administration's Economic Policies Analyzed (C. R. Chavez; EL UNIVERSAL, 22 Dec 85) .....	156
Foreign Reserves Surpass 10 Billion Dollars (Amado Fuguet V.; EL NACIONAL, 11 Dec 85) .....	158
Briefs	
1985 Oil Exports Figures	160



18 March 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Canadian Aid Program for Caribbean Outlined (SUNDAY EXPRESS, 16 Feb 86) .....	1
Brazilian Replaces Argentina as Chief of Maritime Group (NOTICIAS ARGENTINAS, 21 Feb 86) .....	2
Briefs	
Brazilian Navy Head Visits Argentina .....	3

## ARGENTINA

Bloc Supports CGT-Sponsored Economic Program (NOTICIAS ARGENTINAS, 12 Feb 86) .....	4
CGT Officials Unanimously Endorse Social Benefit Plan (BUENOS AIRES HERALD, 27 Feb 86) .....	5
Briefs	
New Oil Well Discovered .....	7
Indian Envoy Arrives .....	7
Religious House Raided .....	7
Alleged Repression Campaign Denounced .....	8
Real Wage Study Report .....	8

## BAHAMAS

International PLP Divisions Surface in Candidate's Withdrawal (Athena Damianos; THE TRIBUNE, 27 Jan 86) .....	9
Findling Signs Loan Refinancing Pact in London (THE TRIBUNE, 6 Feb 86) .....	11

## BARBADOS

Briefs	
Agriculture, Industry Programs .....	12
New Ministry Officials .....	12

## BELIZE

Toledo District Organ Says UDP May Be Losing Support (Editorial; TOLEDO STAR, 29 Dec 85) .....	13
PUP Holds Convention, Elects New Central Executive (THE BEACON, 18 Jan 86; THE BELIZE TIMES, 26 Jan 86) .....	14
Rank-and-File Exclusion	14
New Officers	14
Policies for Governing	15
Convention Resolutions	16
Amendments to Constitution	18
Assessment of Meeting	18
UDP Parliamentarians Assess Government's First Year (THE REPORTER, 26 Jan 86) .....	20
Teachers Stage Protest; Wages, Conditions at Issue (THE BELIZE TIMES, 19 Jan 86) .....	21
Report on Demonstration	21
Criticism of Government Offer	22
Esquivel Speaks at Defense Force Anniversary Ceremony (THE REPORTER, 19 Jan 86) .....	23
Large Marijuana Seizure Sparks 'Speculation' (THE BEACON, 25 Jan 86) .....	25

## BRAZIL

Sao Paulo PMDB Seeks Coalition With PT for November Elections (O ESTADO DE SAO PAULO, 1 Feb 86) .....	27
Minister Views Presidential Term, Ruling Coalition (Brasilia Radio Nacional da Amazonia Network, 28 Feb 86)	30
Planning Ministry Announces Import Limits for State Firms (O ESTADO DE SAO PAULO, 18 Jan 86) .....	31
PETROBRAS Savings in 1986 of US\$1 Billion; Plans Noted (O ESTADO DE SAO PAULO, 29 Jan 86) .....	33
Monetary Council Approves Bank Activity Change (O ESTADO DE SAO PAULO, 31 Jan 86) .....	35
Funaro on Public Debt, Risk of March Inflationary Spiral (Dilson Funaro Interview; O ESTADO DE SAO PAULO, 31 Jan 86)	37

1986 Saving on Debt Servicing Seen to Total \$350 Million (O ESTADO DE SAO PAULO; 6 Feb 86) .....	41
Unemployment Rate in Greater Sao Paulo Down 21 Percent (O ESTADO DE SAO PAULO, 4 Feb 86) .....	43
Brazilian-U.S. Talks on Share of Computer Equipment Market (Editorial; O ESTADO DE SAO PAULO, 6 Feb 86) .....	45
Communications Sector Spearheads Economic Growth (O ESTADO DE SAO PAULO, 6 Feb 86) .....	47
IBGE Report Notes 8.5 Percent Industrial Growth in 1985 (O ESTADO DE SAO PAULO, 6 Feb 86) .....	48
Military Ideas on Role, Civilian Ideas on Security Defined (ISTOE, 29 Jan 86) .....	50
Ministers To Pay First Visit to Antarctica (AFP, 26 Feb 86) .....	53
Research Unit To Develop Alcohol Engine in 3 Years (O GLOBO, 2 Feb 86) .....	54
Briefs	
Engineering Projects in Africa	55
EMBRAER Offers to PRC	55
ENGESA Antitank Missile Test	55
1984, 1985 Coffee Exports	56
Setubal Withdraws From Race	56

#### CHILE

1985 9-Month Total Imports, Exports Both Decrease (EL MERCURIO, 15 Dec 85) .....	57
Magallanes Methanol Plant Construction Funded (EL MERCURIO, 18 Dec 85) .....	59
Future Key Members of Armed Forces Predicted (Grace Gibson, Ester Robeiro; QUE PASA, 19 Dec 85) .....	62

#### COLOMBIA

Church Scores Guerrilla Actions Against Elections, Nicaragua (AFP, 18 Feb 86; EL TIEMPO, 19 Feb 86) .....	65
Elections in Serious Danger	65
Episcopate Censures Nicaraguan Regime	65

Briefs	
Parties Denied Recognition	67
Cargo Flight Restrictions Eased	67

#### DOMINICAN REPUBLIC

President Announces New Economic Measures (LISTIN DIARIO, 21 Jan 86) .....	68
---	----

Briefs	
Army, Civil Servants Cut Cane	75

#### HONDURAS

PLH, PNH Strike Deal; Supreme Court, Congress Partitioned (LA TRIBUNA, various dates) .....	76
Formula Utilized	76
Rodista Faction Abstains	77
Azcona Distrusts Rodistas	77
Labor Reviews Pact, by Francisco Hernandez	78
DC, PINU Excluded	81
ALIPO Acquiesces	82
SECOPT Minister Critical	82
PDCH Alarmed	83
Callejas Outlines Position	83
MOLI Chastises President	85
Azcona Answers Charges	85
Political 'Deal' Positive, Editorial	87

#### SURINAME

Briefs	
Overpriced Goods Seized, Sold	89
National Assembly Members Resign	89
Credit Agreement With Brazil Signed	89

#### TRINIDAD AND TOBAGO

Government Issues Statement on Trade With Barbados (TRINIDAD GUARDIAN, 5 Feb 86) .....	90
Manning Pessimistic About Refining Venezuelan Crude (TRINIDAD GUARDIAN, 5 Feb 86) .....	91
Mahabir Cites Ties With Venezuela Following Visit (EXPRESS, 7 Feb 86) .....	92
Union Activities Revolve Around Issue of Unity (TRINIDAD GUARDIAN, various dates) .....	93
Weekes' Call for Talks	93
Panday Slap at Labour Congress	93
Tull Response	94

Caroni Sugar Workers in Work-to-Rule Action	
(EXPRESS, 4, 27 Feb 86; TRINIDAD GUARDIAN, 6 Feb 86) .....	95
Basis of Protest	95
Impact on Caroni	95
Union's Position	96
Robinson Calls for Probe of Mottley Shooting Incident	
(Compton Delph; EXPRESS, 30 Jan 86) .....	97
NAR Warns of PNM Attempts To Exploit Racial Issue	
(TRINIDAD GUARDIAN, 5 Feb 86) .....	98
Favorable Trade Balance Recorded for January-November 1985 Period	
(SUNDAY EXPRESS, 2 Feb 86) .....	99
Briefs	
Robinson on Accountability	100
NAR on Unemployment	100
Steel for St Maarten	100



20 March 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

CARICOM-Hoyte Talks: More Criticism; U.S. Role Denied (Various sources, various dates).....	1
CATHOLIC STANDARD Charge	1
St Vincent Opposition Charges	2
Interview With Mitchell	3
Further Mitchell Comments	7
Montserrat Leader: Caribbean Colonies Ignored (TRINIDAD GUARDIAN, 21 Feb 86).....	8
Bank Approves Loans for St Lucia, Turks, & Caicos (CANA, 22 Feb 86).....	9

## BARBADOS

Public Sector Unions Could Unite in Single Body (WEEKEND NATION, 7-8 Feb 86).....	10
Public Workers Union Voices Stand on Pay Issue (SUNDAY SUN, 9 Feb 86).....	11
Lagging Wages	11
Government Pressure	12
Briefs	
Youth Plan-BDF Separation	13
EEC Technical Aid	13

## CHILE

Opposition Magazine Prints 'Democratic Intransigency' Manifesto (ANALISIS, 28 Jan-3 Feb 86).....	14
---	----

JDC Palma Says 1986 Decisive for Democracy (Andres Palma Interview; ANALISIS, 21-27 Jan 86).....	18
---	----

#### DOMINICA

Government Denies Role in French Islands' Deportations (CANA, 15 Feb 86).....	20
Government Unable To Pay Wages of Civil Servants (TRINIDAD GUARDIAN, 21 Feb 86).....	21
Government Statement	21
Union Reaction	21
Briefs	
Agricultural Exports	22

#### DOMINICAN REPUBLIC

Nontraditional Agricultural Export Program Started (Manuel Silvestre; LISTIN DIARIO, 20 Jan 86).....	23
Cantaloupe Production Under CBI Begun (Miguel Amado Nova; LISTIN DIARIO, 9 Jan 86).....	25
Briefs	
Electric Company, Union Agreement	27

#### ECUADOR

Opposition Leaders Reject Febres Cordero's Statements (EL UNIVERSO, 29 Jan 86).....	28
Administration Adopts New Economic Measures (EL UNIVERSO, 29 Jan 86).....	31
24 Percent Inflation Expected in 1986 (Eduardo Larrea S.; EL COMERCIO, 12 Jan 86).....	34

#### GUATEMALA

Congressional Membership Issue Divides MLN (PRENSA LIBRE, 11, 14 Jan 86).....	36
Sandoval's Position Rejected	36
Ideology, Participation Consistent	36
Church Official on Social Injustice, Guerrillas, Church Role (Prospero Penados del Barrio Interview; PENSA LIBRE, 5 Jan 86).....	38

INACOP Asks for Government Non-Intervention (PRENSA LIBRE, 7 Jan 86).....	44
Union Congress Debates Role Under New Government (PRENSA LIBRE, 4, 11 Jan 86).....	46
Strategy Planned	46
Legislative Salary Proposal	47
New Import Tariffs Cause Upset in Private Sector (PRENSA LIBRE, various dates).....	48
Importers, Consumers Pay	48
Chamber of Commerce Opposition	49
Danger of Recession	52
Agriculture Unaffected	53
Campaign Promises Forgotten, by Hugo Contreras Valladares	53
Agriculture Minister on Reduction in Coffee, Cotton Production (PRENSA LIBRE, 7 Jan 86).....	56
Briefs	
CACIF Calls for Review	57

#### HONDURAS

Azcona's Policies Toward U.S. Role Criticized (Editorial, Anibal Delgado Fiallos; LA TRIBUNA, 14 Jan 86).....	58
Azcona Swears in New Cabinet Ministers (LA TRIBUNA, 28 Jan 86).....	60
Villega Pessimistic on Reaching Solution to Health Problems (Divina Alvarenga; LA TRIBUNA, 13 Jan 86).....	65
Health of Economy Examined as Suazo Concludes Term (LA TRIBUNA, 27 Jan 86).....	67
600 Million Fiscal Deficit	67
Negative Balance of Payments	68
Briefs	
COLPROSUMAH Presents Grievances to Azcona	70

#### MEXICO

Tlaxcala Governor Faults 'Technocratic' Political Approach (Tulio Hernandez Interview; PROCESO, No 478, 30 Dec 85)...	71
--	----

Citizens Polled on Acceptability of Further Budget Cuts (Adip Sabag; EXCELSIOR, 24 Feb 86).....	78
Citizens Polled on Entry Into GATT, Impact on Nation (Adip Sabag; EXCELSIOR, various dates).....	79
New Minimum Wages Announced, Wage Groups Cut to Three (EXCELSIOR, 28 Dec 85).....	81
Chihuahua Electoral Law Talks Collapse After Three Sessions (EXCELSIOR, 12 Jan 86).....	83
PAN Under Investigation for Diversion of Municipal Funds (Guillermo C. Zetina; EXCELSIOR, 12 Jan 86).....	84
Police of PAN-Ruled Cities in Chihuahua Get Special Training (Manuel Cabrera G.; EXCELSIOR, 16 Jan 86).....	85
Widow of Camarena's Pilot Still Without Pension Benefits (Eduardo Chimely; EXCELSIOR, 22 Jan 86).....	87
Property of Caro Quintero Lieutenant Given to Peasants (EXCELSIOR, 24 Dec 85).....	88
Briefs	
Tampico Alien Detention Figures	89
PERU	
Food Shortages, Distribution Problems 'Critical' (EL COMERCIO, 19-21 Jan 86).....	90
Lima Distribution Problems	90
Brazil Supplies Buffalo Meat	91
Argentine, Brazilian Beef Arrives	92
National Industrial Policy Plan Detailed (Manuel Romero Caro Interview; EL COMERCIO, 19 Jan 86)....	94
Brazilian Diesels, Airport Safety Discussed (Jose Murgia Zannier Interview; EL COMERCIO, 18 Jan 86)...	102
Briefs	
Piscobamba Fishing Complex	104
PETROPERU on Gas Pipeline	104
Preference to Local Firms	104
Locally-Made Computer Software	105
Housing Shortage Assistance	106

## SURINAME

Draft Constitution Seen as Overtaken by 25 Nov Accord (Henk Thomas; DE VOLKSKRANT, 8 Jan 86).....	107
--	-----

## VENEZUELA

Need To Reorient MAS Political Strategy Underlined (Gilberto Alcala; EL DIARIO DE CARACAS, 20 Jan 86).....	110
Military Maneuvers on Caimanes Beach (EL DIARIO DE CARACAS, 31 Jan 86).....	112
Visiting SI Leader on OPEC, Other Issues (EL DIARIO DE CARACAS, 2 Feb 86).....	114
Need To Revise San Jose Accord Underlined (EL DIARIO DE CARACAS, 27 Jan 86).....	115
First Stage of Uribante-Caparo To Be Completed in 1987 (Francisco Olivares; EL DIARIO DE CARACAS, 18 Jan 86).....	118
Briefs Nurgas Pipeline Network	120



24 March 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

## Briefs

CARICOM in Belize	1
-------------------	---

## ANTIGUA AND BARBUDA

ACLM's Hector Discusses Collapse of Opposition United Front (OUTLET, 14 Feb 86).....	2
---	---

ACLM Organ Slams U.S. Actions in Caribbean (Editorial; OUTLET, 14 Feb 86).....	6
---	---

## BELIZE

Esquivel Discusses Job Situation, Seeks Improvement (THE BEACON, 1 Feb 86).....	8
--	---

Paper Cited for Charge of Corruption in Civil Service (THE REPORTER, 2 Feb 86).....	9
--	---

Paper Predicts Inevitable War With Guatemala (Editorial; AMANDALA, 7 Feb 86).....	10
--	----

## Briefs

Marijuana Charges	11
Pact With Honduras	11
Warning to PUP	11
UK Visitor	11

## BRAZIL

January Inflation Jeopardizes Government Economic Policy (VEJA, 5 Feb 86).....	12
---	----

Cetex Announces Breakthrough in Silicon Oxide (O GLOBO, 17 Dec 85).....	22
--	----

FRG's DLT Chooses 'EMB-120 Brasilia' 30-Passenger Aircraft (O ESTADO DE SAO PAULO, 7 Jan 86).....	24
Briefs	
Czechoslovakia To Purchase Technologies	26
Joint Arms Production With Yugoslavia	26
CHILE	
MDP Leader: Marcos' Downfall Lesson to Learn (Radio Chilean, 26 Feb 86).....	27
Radomiro Tomic Explains Mechanism for Emergency Government (Radomiro Tomic Interview; ANALISIS, 25 Feb-3 Mar 86).....	28
Briefs	
Opposition Leaders Summoned	33
GRENADA	
Paper Discusses Government's Policy on Information Flow (Editorial; THE GRENADIAN VOICE, 1 Feb 86).....	34
Trade Deficit for 1985 Up Despite Growth in Exports (THE GRENADIAN VOICE, 8 Feb 86).....	36
'Fired' Official Calls for Inquiry Into Ministry of Works (THE GRENADIAN VOICE, 8 Feb 86).....	38
MBPM Details 12 Reasons for Opposing Visit by Reagan (OUTLET, 14 Feb 86).....	39
GUATEMALA	
Cerezo Demands Financial Disclosure by Public Officials (PRENSA LIBRE, 10 Jan 86).....	41
Briefs	
Chief of Staff Appointed	42
GUYANA	
Hoyte Offers Blueprint for Future in Address to PNC (Various sources, various dates).....	43
Focus of Meeting	43
Report on Speech	44
Report on Council Session, by Courtney Gibson	46
Hoyte Comments on Variety of Domestic Issues (NEW NATION, 26 Jan 86).....	47

Unions Voice Support for Administration Policies (Various source, various dates).....	49
PNC-Affiliate Activities	49
TUC Plan, by George Barclay	50
Worker-Participation Plan	51
New Government Systems, Duties of Leaders Reported (GUYANA CHRONICLE, various dates).....	52
Cabinet Meetings	52
Streamlining Measures	52
President's Responsibilities	53
Finance Subcommittee	54
Prime Minister's Duties	54
Shahabuddeen's Duties	55
Chandisingh's Responsibilities	55
Viola Burnham's Duties	56
Paper Comments on Opposition 'Unpatriotic' Coalition (Editorial; GUYANA CHRONICLE, 28 Jan 86).....	57
IDB Team Departs Following 'Fruitful Discussions' (GUYANA CHRONICLE, 29 Jan 86).....	58
Plans for 'Association of Religious Patriots' Noted (GUYANA CHRONICLE, 29 Jan 86).....	59
Patriotic Coalition for Democracy's Mission Reported (CATHOLIC STANDARD, 2 Feb 86; OPEN WORD, 3 Feb 86).....	60
Barbados, Trinidad Stops	60
St Lucia, St Vincent Stops	61
Racial Factor in Nation's Politics Deemed Broken (GUYANA CHRONICLE, 17 Jan 86).....	62
Sugar Workers Get Back Pay; Dismissals Protected (SUNDAY CHRONICLE, 19 Jan 86; GUYANA CHRONICLE, 29 Jan 86).	64
Retroactive Payments	64
Union Protest	64
Role, Image of People's Militia To Be Enhanced (GUYANA CHRONICLE, 21, 31 Jan 86).....	66
McLean Remarks	66
Call on Reserve Officers	66

Briefs	
Jagan 'Revolution' Threat	68
Airport Improvements	68
Private Sector Role	68
Police Surveillance	69
WPA Official's Tour	69

## HONDURAS

Azcona Selects Heads of Decentralized Agencies (LA TRIBUNA, 16 Jan 86).....	70
Incoming FUSEP Leader Promises Crackdown on Crime (LA TRIBUNA, 16 Jan 86).....	71
Jimenez on Corrupt Judges, Supreme Court Plans (LA TRIBUNA, 29 Jan 86).....	73
Chamber of Commerce, Azcona Meet, Cooperation Outlook Positive (LA TRIBUNA, 29 Jan 86).....	75
Briefs	
Rodismo Supports Azcona Government	77
Corrales Denies Dissension	77
Castro Heads Presidential Honor Guard	78
Rodas Vice Minister of Presidency	78

## JAMAICA

Parish Council Divestments Bring Worker Lay-offs (THE DAILY GLEANER, 10, 14 Feb 86).....	79
96 in St Thomas	79
140 in Westmoreland	80
PNP Supporters Stage Protest of New Tax Measures (THE DAILY GLEANER, 12 Feb 86).....	81
Tourist Numbers Up Slightly, But Spending Down in 1985 (THE DAILY GLEANER, 10 Feb 86).....	82

## NETHERLANDS ANTILLES

Austerity Plan Includes Cuts in Civil Service Expenditures (ANP NEWS BULLETIN, 11 Feb 86).....	83
---	----

## PERU

1986 Budget To Approach 70 Billion Intis (EL COMERCIO, 5 Feb 86).....	84
--	----

Soviet Fleet Continues Fishing in National Waters (EL COMERCIO, 6, 8 Feb 86).....	85
Contracts Not Yet Renewed	85
Further Details	86
Satellite To Evaluate Andean Water Resources (EL COMERCIO, 10 Feb 86).....	88
Industrial Bank Support to Food Enterprises (EL COMERCIO, 8 Feb 86).....	89
National Informatics Secretariat Policies Established (EL COMERCIO, 9 Feb 86).....	90
French Seismic Equipment Provided for Volcanic Studies (EL COMERCIO, 9 Feb 86).....	93
Smuggling to Bolivia, Chile Remains Problems (EL COMERCIO, 9, 10 Feb 86).....	94
Food, Medicines to Bolivia, Luis Duenas Peralta Interview	94
Measures Against Chilean Smuggling	96
Government Support to Shoe Industry (EL COMERCIO, 6 Feb 86).....	97
Regional Science, Technology Commission in Arequipa (EL COMERCIO, 6 Feb 86).....	98
Briefs	
Cotton Income Down	99
New Zealand Flood Aid	99

#### ST LUCIA

Labour Party Again Spurns PLP Overtures for Unity (TRINIDAD GUARDIAN, 17 Feb 86).....	100
--	-----

#### TRINIDAD AND TOBAGO

Robinson Discusses Financial Threat to Tobago Assembly (TRINIDAD GUARDIAN, 15 Feb 86).....	101
Chambers Postpones Official Visit to Barbados (EXPRESS, 17 Feb 86).....	102
Statement by Leftist PPM Scores Reagan Visit to Grenada (EXPRESS, 17 Feb 86).....	103
Weekes Delivers Message to Members of OWTU, Public (TRINIDAD GUARDIAN, 18 Feb 86).....	104

Loss From Oil Production, Price Declines Forecast (TRINIDAD GUARDIAN, 20 Feb 86).....	111
Caroni-Sugar Workers Dispute Becomes More Heated (Various sources, various dates).....	112
'Malicious' Fires	112
'Political Interference' Charge	112
Panday Remarks	113
Shutdown of Company, by Mikey Mahabir	114
Robinson Interviewed as NAR Absorbs Opposition Parties (SUNDAY GUARDIAN, 23 Feb 86).....	115
Briefs	
New Minister	120
Envoy to Canada	120

25 March 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

El Salvador, Guatemala Explore Joint Diplomatic Missions (PRENSA LIBRE, 30 Jan 86).....	1
Cuba Calls for Talks With Guatemalan Insurgents (PRENSA LIBRE, 6 Feb 86).....	3
Guatemala Excludes Belize From Central American Parliament (PRENSA LIBRE, 7 Feb 86).....	4

## ARGENTINA

Report Shows Naval Industry Facing Worse Crisis in 1986 (CLARIN, 15 Dec 85).....	6
Imports Hurt Local Shipbuilders, by Alberto Siglioccoli Fleet Modernization Urged	6 10

## CHILE

Labor Leaders Evaluate Effects of Prolonged Strike (Roberto Carvajal, Manuel Rodriguez Interviews; ANALISIS, 21-27 Jan 86).....	13
Radical Party Leader Navarrete on Party's Strategy (Ricardo Navarrete Interview; CAUCE, 3-9 Feb 86).....	19
Socialist Party Political Committee Issues Manifesto (ANALISIS, 11-17 Feb 86).....	26
Lucia Pinochet Reveals Views on Life (Lucia Pinochet Interview; EL MERCURIO, 15 Oct 85).....	31

## DOMINICAN REPUBLIC

Sectors Respond to President's Economic Measures (LISTIN DIARIO, 21 Jan 86).....	39
Exporters' Reaction Favorable, by Jose Romero	39
Union Leaders' Qualified Approval, by Arsenio Ramirez	40
Government Renegotiates Debts With FRG (Tulio Navarrete; LISTIN DIARIO, 18 Jan 86).....	43
Paper Publishes Summary of Japanese Aid (LISTIN DIARIO, 19 Jan 86).....	45
Aid Agreement on Cattle Project Signed With Canada (Manuel Silvestre; LISTIN DIARIO, 20 Jan 86).....	50
Archbishop Comments on Political Situation (Monsignor Nicolas de Jesus Lopez Rodriguez; LISTIN DIARIO, 15 Jan 86).....	51
Rosario Gold Mine Reports 1985 Profits (Jose Romero; LISTIN DIARIO, 17 Jan 86).....	54

## ECUADOR

Energy Minister on Amortization of Pipeline Debt (EL COMERCIO, 16 Jan 86).....	56
Large Oil Investment Expected in 1986 (EL COMERCIO, 14 Jan 86).....	58

## GUATEMALA

Media Criticize Cerezo's Accessibility Policy (PRENSA LIBRE, 25, 29 Jan 86).....	60
President Announces Changes	60
Santos Defends Guidelines	61
Press Called 'Unprofessional', Editorial	61
Congress Calls for Repeal of Mejia's Amnesty (PRENSA LIBRE, 29 Jan 86).....	63
Conflicting Interpretations Surface on Rule 3 (PRENSA LIBRE, various dates).....	64
Cerezo Announces Repeal	64
Law in Effect	65
Congress Refuses To Repeal	65

Economy Minister on Taxes, Rule 3, Devaluation (PRENSA LIBRE, 21 Jan, 13 Feb 86).....	68
Denies Additional Increases	68
Prospects for Economy	69
Political Leaders React to UNRG Peace Overtures (PRENSA LIBRE, 9, 10 Feb 86).....	71
MLN's Sandoval Advises Caution	71
PSD, UCN See 'Good Sign'	72
Canale, Reyes, Urrutia React	72
Coordinating Committees Placed Under Civilians (PRENSA LIBRE, 13, 14 Feb 86).....	75
Military Supplanted	75
Mata on Changes	75
Succhini Named Chief of National Police (PRENSA LIBRE, 14 Feb 86).....	77
Foreign Minister Underscores Neutrality Policy (PRENSA LIBRE, 14 Feb 86).....	79
Commentary Questions Efficacy of Foreign Aid (L. Martinez-Mont; PRENSA LIBRE, 14 Feb 86).....	81
Code of Criminal Procedure Undergoes Reforms (PRENSA LIBRE, 18, 23 Jan 86).....	83
Effects Outlined	83
Arrests Diminish	84
UCN, Private Sector Call for Economic Reforms (PRENSA LIBRE, various dates).....	85
Higher Inflation Predicted	85
Investors Seek Clear Policy	86
Mejia Decrees Under Review	86
Broader Participation Advocated, by E. Rittscher A.	87
Business Council on Government Policy	89
UN Human Rights Commission Sees 'Improvements' (PRENSA LIBRE, 30 Jan 86).....	91
Briefs	
ACV Rejects Military Aid	92

## MEXICO

Chihuahua Candidate Baeza Denies Ties With Drug Trade (EXCELSIOR, 23 Dec 85).....	93
Former Vitro Head Rejects Violence, Endorses Peaceful Means (EXCELSIOR, 11 Jan 86).....	95
San Luis Potosi PRI Official Explains Resignation (Elias Chavez; PROCESO, No 480, 13 Jan 86).....	97
Caro Quintero Prison Incident Highlights Inequities, Abuses (Various sources, various dates).....	102
Jewels, Goods, Money Seized	102
Prison Director's Corruption Alleged	104
Caro Quintero's Quarters Described	105
Prison Official Resigns	106
Economic Sector Figures Take Stands on Debt Payments (EXCELSIOR, various dates).....	108
CANACINTRA Opposes More Spending Cuts, by Edith Jimenez	108
Abedrop: Imports Before Debt Payments, by Francisco Garfias	108
Legorreta Differs With Abedrop, by Francisco Garfias	111
Abedrop Urges Negotiations of Moratorium, by Juan Gerardo Reyes	112

## PERU

Guards Unable To Stop Smuggling of Goods to Ecuador (Javier Ascue Sarmiento; EL COMERCIO, 21 Jan 86).....	115
Olmos Project Equipment Abandoned, Deteriorating (EL COMERCIO, 21 Jan 86).....	117
EL COMERCIO Analyzes Repayment of Debt (Oscar Ugarteche Galarza; EL COMERCIO, 2 Feb 86).....	119

27 March 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Seaga Comments on Caricom Membership for Haiti (TRINIDAD GUARDIAN, 25 Feb 86) .....	1
Guatemala-Latin American Labor Leaders Affirm Solidarity (PRENSA LIBRE, 18 Jan 86) .....	2
Briefs	
Caricom Secretariat Issue	4
Guyana Mission in St Vincent	4
Guyana Team in St Kitts	4
Guyana Mission in St Lucia	5

## ARGENTINA

Status of Oil Exploration Bids, Contracts, Projects (LA PRENSA, various dates) .....	6
Northwest Basin Bidding Opens	6
Tenders Short of Expectations	7
Southern Areas Less Attractive	9
Government Calls Bidding Successful	10
Oil Production Drops 4.2 Percent in 1985 (LA PRENSA, 17 Jan 86) .....	16
YPF To Undergo Economic-Technical Evaluation (LA PRENSA, 30 Jan 86) .....	17

## BELIZE

New People's Popular Party Names Secretary General (THE REPORTER, 9 Feb 86) .....	18
BELIZE TIMES Reports PUP Convention Papers, Policies (THE BELIZE TIMES, 2, 9 Feb 86) .....	19
Said Musa Report	19
Peace and Economics	20

Resolution on Youth Affairs	21
Land for Foreigners	22
Police Probe PUP 'Scandal Sheets'; Harassment Charged (THE BEACON, 8 Feb 86; THE BELIZE TIMES, 9 Feb 86) .....	24
Corozal, Orange Walk Investigations	24
'Repression' Charge	25
Briefs	
Caricom Trade Talks	26
CHILE	
SOFOFA Launches Campaign To Promote National Products (EL MERCURIO, 14 Feb 86) .....	27
INE Statistics Show 30 Percent Below Poverty Level (EL MERCURIO, 9 Feb 86) .....	29
1986 Prospects for Steel Industry Termed 'Uncertain' (EL MERCURIO, 13 Feb 86) .....	31
COLOMBIA	
Government To Debate Guaranteeing Public Foreign Debt (Carlos Pineros; EL TIEMPO, 11 Nov 85) .....	32
Government Incentives Result in Slightly Increased Exports (Jose Fernandez Lopez; EL TIEMPO, 12 Nov 85) .....	35
Briefs	
New Agriculture Vice Minister	37
CUBA	
People's Anti-Air Defense Exercises Recounted (Cesar Gomez Chacon; VERDE OLIVO, 26 Dec 85) .....	38
MININT TV Program Focuses on 'Delinquent' Behavior (Ilse Bulit; BOHEMIA, No 5, 31 Jan 86) .....	41
ECUADOR	
Leftist Parties Seek Unity for Elections (Quito Voz de Los Andes, 18 Feb 86) .....	43
Briefs	
No Devaluation, Fuel Price Hike	44

## GRENADA

Blaize Stand on, Effects of Civil Servant Sickout Detailed (TRINIDAD GUARDIAN, 24, 25 Feb 86) .....	45
Government's Position	45
Effectiveness of Action	45

## GUATEMALA

MLN, Sandoval End Disputes, Plan Strategy (PRENSA LIBRE, 24 Jan 86) .....	47
Congress Elects Four Supreme Court Judges (PRENSA LIBRE, 23 Jan 86) ....	49
Homeless Occupy Government Land (PRENSA LIBRE, 24 Jan 86) .....	51
Emergency Council Created	51
Government Policies Criticized, Editorial	51
Cerezo Orders Increase in Money Supply (PRENSA LIBRE, 1 Feb 86) .....	53
Customs Officials Charge Tariffs Restrict Trade (PRENSA LIBRE, 25 Jan 86) .....	54
Poppy Plantations Discovered in San Marcos (PRENSA LIBRE, 7, 10 Jan 86) .....	56
Internationally Financed	56
Further Discoveries	56
Briefs	
Santos Named Presidential Spokesman	57
Bucaro Heads INTA	57

## GUYANA

PNC Sends Two Delegates to Cuban Party Congress (NEW NATION, 9 Feb 86) .....	58
Paper Defends Caricom Position at Mustique Meeting (Editorial; GUYANA CHRONICLE, 4 Feb 86) .....	59
Hoyte Depicts Dynamic Economy in Speech to Parliament (GUYANA CHRONICLE, various dates) .....	61
Report on Parliamentary Figures	61
Text of Hoyte Address	62

National Assembly Debate, by Colin King	67
Assembly Endorsement, by Colin King	68
<b>Patriotic Coalition for Democracy Continues Activities</b>	
(Various sources, various dates) .....	70
Police Action on Procession	70
Charge of Discrimination	70
Postponement of March	71
PCD Call for Action	72
Report on Caribbean Tour	72
Alleged Internal Rift	74
<b>Catholics Vow To Work for Good Relations With Government</b>	
(GUYANA CHRONICLE, 8 Feb 86) .....	76
<b>TUC Complains of Lack of Input to Budgetary Process</b>	
(CATHOLIC STANDARD, 9 Feb 86) .....	77
<b>Duties of Additional Government Official Spelled Out</b>	
(GUYANA CHRONICLE, 4 Feb 86; NEW NATION, 9 Feb 86) .....	78
Ministerial Responsibilities	78
Tasks of PNC MP's	80
<b>Committee To Study, Propose Improvements for Police</b>	
(GUYANA CHRONICLE, 7 Feb 86) .....	81
<b>High-Level Team Off for Petroleum Talks in UK, U.S.</b>	
(GUYANA CHRONICLE, 8 Feb 86) .....	82
<b>WPA Official Cites Fuel Rationing as Sign of 'Crisis'</b>	
(SUNDAY EXPRESS, 23 Feb 86) .....	83
<b>Improved Lethem Airstrip Opened; Others Scheduled</b>	
(GUYANA CHRONICLE, 10 Feb 86) .....	84
<b>Briefs</b>	
PNC-PPP Talks	85
PNC Council Documents	85
Ideological Training	85
Diamond Production	86

## NICARAGUA

<b>Contributions From Socialist Countries in 1985 Reported</b>	
(BARRICADA, 16 Jan 86) .....	87
<b>Hospital Director Reports Statistics for 1985</b>	
(LA PRENSA, 27 Dec 85) .....	89

CUS Reviews Activities, Difficulties in 1985 (LA PRENSA, 26 Dec 85) .....	91
CUS Unions Declared Illegal by Labor Ministry (BARRICADA, 27 Jan 86) .....	93
Domestic Trade Ministry Combats Illegal Practices (BARRICADA, 17 Jan 86) .....	96
CTN Member Unions Analyze 1985 Activities (LA PRENSA, 21 Jan 86) .....	99
Briefs	
New ANIA Officers .....	101

## PARAGUAY

Communist Party Member on U.S. Interventionism (Ananias Maidana; Moscow Radio Peace and Progress in Spanish to Latin America, 26 Jan 86) .....	102
Briefs	
Police Raid Opposition .....	104
Relief From Harassment Sought .....	104

## SURINAME

Briefs	
Shipments To Ameliorate Meat Shortages .....	105

## VENEZUELA

Libyan Bureau on 'Zionist, Imperialist' Propaganda (EL UNIVERSAL, 20 Feb 86) .....	106
Tarre Murzi on Poll Reliability, Other Issues (EL DIARIO DE CARACAS, 19 Jan 86) .....	108
Relations With Brazil Reportedly Improving (EL DIARIO DE CARACAS, 21 Jan 86) .....	112
Briefs	
International Reserves .....	114
Measures To Confront Oil Crisis .....	114



1 April 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Honduran Air Force Head Views Nicaraguan Threat (Adelmo Argueta; LA TRIBUNA, 7 Jan 86).....	1
Jamaican Official Calls for Regional War on Drugs (THE DAILY GLEANER, 20 Feb 86).....	2
Venezuelan Fishermen Seized, Fined by Grenada (TRINIDAD GUARDIAN, 3 Mar 86).....	3
Chilean Opposition Addresses Argentine Government (TELAM, 9 Mar 86).....	4
Chilean Consul in Argentina Denies Espionage Reports (DYN, 10 Mar 86).....	5
Briefs Honduran Fires Laid to Nicaraguan Refugees	6

## ARGENTINA

Iglesias Rouco on Relations With U.S. (J. Iglesias Rouco; LA PRENSA, 25 Feb 86).....	7
Peronist Flanks Reach Broad Agreement on Direct Voting (BUENOS AIRES HERALD, 4 Mar 86).....	10
UCR National Committee Endorses Privatization Plan (BUENOS AIRES HERALD, 6 Mar 86).....	12
Government Denies Asking CGT For Truce (TELAM, 7 Mar 86).....	13
Supreme Court To Consider Appeals Made by Generals (BUENOS AIRES HERALD, 8 Mar 86).....	15

Admiral Criticizes Trial of Military Commanders (NOTICIAS ARGENTINAS, 10 Mar 86).....	17
Briefs	
Athos Fava Decorated in Moscow	18
International Liberal Leaders' Visit	18
Soviet Ambassador on Nuclear War	19
BAHAMAS	
Action Group Resists Leader's Decision To Resign (Colin Higgins; THE TRIBUNE, 27 Feb 86).....	20
Briefs	
New Ambassadors	22
BARBADOS	
MP Threatened After Comments on Drug Trade (DAILY NATION, 12 Feb 86).....	23
EL SALVADOR	
Fledgling Social Democratic Party Views Crisis (LA PRENSA GRAFICA, 26 Feb 86).....	24
GUATEMALA	
ARDE Announces Support for Cerezo's Policies (PRENSA LIBRE, 22 Jan 86).....	26
Lawyers Fear Court Subordination to Executive Branch (PRENSA LIBRE, 22 Jan 86).....	27
Congress Establishes Human Rights Commission (PRENSA LIBRE, 29 Jan, 1 Feb 86).....	29
UCN States Proposals	29
First Complaint Received	30
Unions Demand Job Security, Salary Increases From Cerezo (PRENSA LIBRE, 1, 5 Feb 86).....	31
Government Announces Increases	31
Teachers Accept Raise	32
FENATRAM Rejects Dismissals	33
Culture, Education Ministers Deny Friction (PRENSA LIBRE, 9 Feb 86)....	35

Cabrera Supports Efforts To Find Missing People (PRENSA LIBRE. 13 Feb 86).....	36
---	----

#### Briefs

Army Spokesman on Recruitment	37
Prisoners Call for Amnesty	37
Unemployment Reaches 40 Percent	38
Unsolicited U.S. Aid	38

#### JAMAICA

Text of Seaga Broadcast Address to Nation on Economy (THE DAILY GLEANER, 18 Feb 86).....	39
---	----

Government Opens Crackdown on Port Smuggling of Drugs (THE SUNDAY GLEANER, 16 Feb 86).....	46
---	----

Shippers Dispute Minister's Charges Concerning Port Drugs (THE DAILY GLEANER, 17, 18 Feb 86).....	47
--	----

Shipping Association Statement	47
Ministry Clarification	49

#### Briefs

PNP on IMF Deal	50
-----------------	----

#### PARAGUAY

Peasants Accuse Armed Civilians of Murder (LA TARDE, 3 Mar 86).....	51
--	----

Columnist on Possible Cause for Command Change (EL PUEBLO, 19 Feb 86).....	52
---	----

#### Briefs

Law Students Arrested	53
New Cavalry Division Commander	53

#### PERU

Army To Help Stop Food Smuggling (EL COMERCIO, 20 Jan 86).....	54
---	----

Rising Food Prices Push Inflation Rate Up in January (EL COMERCIO, 2 Feb 86).....	56
--	----

Coordination Between Farm Producers, Policy Makers Urged (Hernando Guerra-Garcia Interview; EL COMERCIO, 2 Feb 86)..	59
---	----

Briefs	
DPRK Arms Purchase Criticized	63
Potato Producers Denounce Imports	63
Ecuador Illegally Reselling Rice	64
Police Air Patrol Service	64

#### ST CHRISTOPHER AND NEVIS

Text of Simmonds Address on Start of 1986 Sugar Crop (Kennedy Simmonds; THE DEMOCRAT, 1 Feb 86).....	65
Status of Union-Growers-Government Sugar Talks (THE LABOUR SPOKESMAN, 1 Feb 86).....	69
Minister of Trade and Industry Addresses Development Group (Roy Jones; THE DEMOCRAT, 1 Feb 86).....	71
Communique Describes EEC Aid Under Lome Convention (CANA, 15 Feb 86).....	74

#### ST LUCIA

Continuation of PLP Leader's Address to Party Congress (George Odium; CRUSADER, 8, 15 Feb 86).....	75
Briefs	
New PLP Executive	84
Pope's Visit	84

#### ST VINCENT AND THE GRENADINES

Briefs	
Grenadines Youth Activities	85

#### TRINIDAD AND TOBAGO

NAR, Leaders Discuss New Party, Elections, Prospects (TRINIDAD GUARDIAN, various dates).....	86
Robinson Remarks, by John Babb	86
Election Speculation	88
Stand on Social Justice	89
Election Prospects	90
Reportage on Jamaican Prime Minister's Visit (TRINIDAD GUARDIAN, 3-5 Mar 86; EXPRESS, 4 Mar 86).....	91
Seaga Speech to Jaycees	91
Seaga-Chambers Meeting, by Norris Solomon	92
Seaga-Panday Meeting, by Anthony Milne	94
Seaga Press Conference	95

Union Shutdown Costs Caroni, Cane Farmers Millions	
(Harry Partap; EXPRESS, 26 Feb 86).....	96
Official Discounts Rumors of Any Further Devaluation	
(Jerry Johnson; TRINIDAD GUARDIAN, 27 Feb 86).....	97
Briefs	
Piarco Bomb Scare	98
Tobago Airport Closure	98



7 April 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

- First American Congress of Jurists Views Foreign Debt  
(Havana International Service, 13 Mar 86) ..... 1

- Briefs  
Chile-Bolivia Relations ..... 3

## ANTIGUA AND BARBUDA

- U.S. Perceptions of Caribbean Nations Criticized  
(OUTLET, 7 Feb 86; NATION'S VOICE, 21 Feb 86) ..... 4

- Media Domination, Editorial ..... 4  
Ideological Categorization, by Andre Osborne ..... 5

- ACLM Said To Have Ties With Libya; OUTLET Voices Denial  
(HERALD, 14 Feb 86; OUTLET, 21 Feb 86) ..... 7

- Review of Libyan Activities ..... 7  
ACLM Organ's Response, Editorial ..... 9

- Union Organ Hits Lester Bird's 'Flip-Flop' Leadership  
(THE WORKERS VOICE, 1 Feb 86) ..... 12

- Internal Struggle Said To Divide Ruling ALP  
(OUTLET, 21 Feb 86) ..... 13

## ARGENTINA

- Further Report on Radicals' Anti-CGT Campaign  
(BUENOS AIRES HERALD, 23 Mar 86) ..... 16

## BAHAMAS

- FNM Official Cites Rumors of 'Snap Election'  
(Anthony Forbes; THE TRIBUNE, 5 Mar 86) ..... 18

Four Groups Form New Human Rights Organization (Athena Damianos; THE TRIBUNE, 6 Mar 86) .....	19
<b>BARBADOS</b>	
Trade With Trinidad Down in 1985, Now Picking Up (TRINIDAD GUARDIAN, 27 Feb 86) .....	22
Opinion Poll Shows Two Parties Running 'Neck and Neck' (Harold Hoyte; WEEKEND NATION, 14-15 Feb 86) .....	23
<b>BELIZE</b>	
PUP Accused of Plot To Forge Communist Links (THE VOICE, 16 Feb 86) .....	24
Briefs Envoy to Central America .....	26
<b>BOLIVIA</b>	
ADN Deputy Leader Disagrees With Party Policies (La Paz Cadena Panamericana, 14 Mar 86) .....	27
Briefs Government Warns Labor Unions .....	29
Lake Titicaca Proposal Rejected .....	29
PLO Donates \$5,000 .....	29
Police Teargas Student Demonstration .....	30
\$57 Million IMF Standby Credit .....	30
Potosi Supports ADN Dissident .....	31
<b>BRAZIL</b>	
Dissolution of Democratic Alliance by November Projected (O ESTADO DE SAO PAULO, 23 Feb 86) .....	32
Funaro Denies Planned Leave of Absence for Treatment in May (O ESTADO DE SAO PAULO, 25 Feb 86) .....	34
Army Minister Scores Brizola Campaign for Direct Elections (Leonidas Pires Goncalves Interview; O ESTADO DE SAO PAULO, 28 Feb 86) .....	35
Plan To Destabilize Financial System Reported (O GLOBO, 7 Mar 86) .....	38
North Korea Seeks Technology Exchange, Increased Trade (O ESTADO DE SAO PAULO, 4 Mar 86) .....	40
Briefs Inflation Figures .....	41
Sarney To Visit Portugal .....	41

## CHILE

Student Movement Seen Increasingly Potent Force (Esteban Valenzuela, Eduardo Silva; MENSAJE, Dec 85) .....	42
Student Elections Take Measure of Political Currents (Jose Joaquin Brunner; MENSAJE, Dec 85) .....	47
Professors' Association Candidates Expound Platforms (Francisco Fuentes Interview; CAUCE, 3 Dec 85) .....	51
CNT Leader Discusses Arrested Workers, Politicians (EL MERCURIO, 6 Mar 86) .....	55
Christian Democrats Favor Social Mobilization (Santiago Radio Chilena, 14 Mar 86) .....	56
Radical, Socialist Parties Support New Command (Santiago Radio Chilena, 14 Mar 86) .....	57
Journalists Support Jailed Colleague (EFE, 15 Mar 86) .....	58
Briefs	
Liberalists Demand Expulsion	59
National Sectors' Unity	59
Socialist Party Denies Leaving AD	59
Opposition Leader Released	59
Political Intervention in Unions Scored	60
Cardinal Fresno Booed by Demonstrators	60
Former Communist Congressman Released	61
IAPA Denounces Law Publications	61

## GRENADA

MBPM Official at Havana Rally Castigates U.S. 'Meddling' (CANA, 16 Mar 86) .....	62
Behavior of NNP MP's Seen as Threat to Democratic System (Editorial; THE GRENADIAN VOICE, 15 Feb 86) .....	63
Unions Back Down on Meeting, But Push Wage Demands (THE GRENADIAN VOICE, 15 Feb 86) .....	65

## GUATEMALA

Government Corruption, Inefficiency, Nepotism Cited (Alvaro Contreras Velez; PRENSA LIBRE, 8 Jan 86) .....	67
---	----

## GUYANA

Hoyte Comments on First 6 Months in CANA Interview (THE DAILY GLEANER, 28 Feb 86) .....	68
--	----

## JAMAICA

PNP Mounts Protest Vigil in Opposition to Seaga Policies (THE DAILY GLEANER, 28 Feb 86; Bonaire Trans World Radio, 11 Mar 86) .....	71
Party's Demands	71
March on Seaga's Residence	72

## MEXICO

CFE Lacks Resources To Meet Future Expansion of Economy (PROCESO, 24 Feb 86) .....	73
Salinas de Gortari Affirms Commitment to Austerity (EXCELSIOR, 27 Feb 86) .....	79
Coparmex Counselor Urges Debt Servicing, Oil Price Linkage (EXCELSIOR, 25 Feb 86) .....	80
Briefs	
PSUM at Japanese Communist Congress	81
Central American Deportation Figures	81
U.S.-Bound Central Americans Deported	81

## NICARAGUA

Disillusion With Sandinistas Grows in Socialist International (FRANKFURTER ALLGEMEINE, 15 Feb 86) .....	83
--	----

## PERU

Army Commander on Subversion, Human Rights, Other Issues (Guillermo Monzon Arrunategui Interview; CARETAS, 10 Feb 86)	85
Roca Caceres on Felipe Gonzalez Visit, Socialist International (EFE, 20 Feb 86) .....	90
APRA Deputy Comments on Garcia's Trujillo Speech (Lima Radioprogramas del Peru, 24 Feb 86) .....	91
Briefs	
'Financial Imperialism'	93
Priest Promotes 'Liberation Theology'	93
Flood Damage Reports	93

## ST VINCENT AND THE GRENADINES

NDP Organ: Local 'Leftists' Linked to Guyana's PPP (NEW TIMES, 13 Feb 86) .....	95
--	----

## SURINAME

Internal Affairs Ministry Reorganization Program Presented (DE WARE TIJD, 21 Jan 86) .....	96
---	----

## TRINIDAD AND TOBAGO

No Plans To Sign Information Exchange Accord With U.S. (EXPRESS, 11 Mar 86) .....	100
--	-----

Special Counsel To Study Drugs Commission Report (Various sources, various dates) .....	101
--	-----

Allum Appointment, by Norris Solomon 101

Implication of 'High Officials' 102

Allum-DPP Cooperation, by Clevon Raphael 103

Briefs Reduced Aid to Caricom	105
----------------------------------	-----

## TURKS AND CAICOS

Council OK's Narcotics Evidence Bill in Nod to U.S. (TURKS AND CAICOS NEWS, 16 Jan 86) .....	106
---	-----

Legislative Council Action 106

Attorney General's Comments 107



9 April 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Honduran Official Declares Sandinistas Obstruct Peace (LA TRIBUNA, 8 Feb 86).....	1
Montevideo-Asuncion Flights To Resume (EFE, 22 Mar 86).....	2
Briefs	
Peru Lowers Bolivian Cargo Tariff	3

## ANTIGUA AND BARBUDA

ALP Said To Fight Communist Plotters: ACLM Organ Responds (THE WORKERS VOICE, OUTLET, 15, 28 Feb 86).....	4
Solidity of ALP	4
OUTLET's Analysis	5
Team From Guadeloupe Visits for Official Talks (HERALD, 28 Feb 86).....	7
Briefs	
Hector Conviction	8

## BRAZIL

Poland To Begin Repaying Its Debt (O ESTADO DE SAO PAULO, 16 Mar 86).....	9
Interview With Brazilian CP Leader (Giocondo Dias Interview; NEPSZABADSAG, 21 Feb 86).....	10

## CHILE

Christian Left Leader Cites Causes for Shift in U.S. Policy (Santiago Radio Chilena, 18 Mar 86).....	14
Valdes Calls for Peaceful Mobilization (Santiago Radio Chilena Network, ANALISIS, various dates).	16
Meeting With PDC Members, Gabriel Valdes	16
MDP Endorsement	22
PDC's Zaldivar Supports Proposal, Andres Zaldivar Interview	24
Socialist Bloc Aims Mobilization Proposals (ANALISIS, EFE, 11-17 Mar 86).....	26
'Open Letter' Published	26
Wants PDC, PCCH in Mobilization	29
Top Political Leaders Discuss Their Parties' Positions (Pamela Jiles, Maria Jose Luque; ANALISIS, 18-24 Mar 86)..	30
Mrs Allende on Christian Democratic, Communist Unity (Santiago Domestic Service, 21 Mar 86).....	45
Santibanez on Objectives of New Front (Luis Angel Santibanez Interview; COSAS, 20 Feb 86).....	46
PDL Defines Stance on UN Human Rights Resolution (Santiago Radio Chilena, 17 Mar 86).....	49
Democratic Intransigence Speaks on Arrests (ANALISIS, 4-10 Mar 86).....	51
Briefs	
FRENAO Scores U.S. Position	53
Police Disperse Demonstrators	53
University Students Detained	53
Journalist's Son Arrested, Released	54

## COSTA RICA

Wife of President-Elect Arias Profiled (Sonia Vargas; RUMBO CENTROAMERICANO, 21-27 Feb 86).....	55
--	----

## CUBA

Talks With Mexico on Continued Fishing in Yucatan Waters (Fernando Davalos; GRANMA, 20 Jan 86).....	63
New Printing Complex for Major Newspapers Under Construction (GRANMA, 29 Jan 86).....	64

Advances, Problems in 1985 in Implementing Housing Reform (Joaquin Oramas; GRANMA, 18 Jan 86).....	66
Briefs	
'Fidel and Religion' in Poland	68
New Survival Guide	68
DOMINICAN REPUBLIC	
Briefs	
Air Force Appointments	69
Pena Gomez Senate Candidate	69
GUYANA	
Morrison Hits 'Inaccuracies' in Hoyte's Express Interview (Andrew Morrison; SUNDAY EXPRESS, 16 Mar 86).....	70
JAMAICA	
Companies Closing, Relocating in Trinidad-Tobago (THE SUNDAY GLEANER, 9 Mar 86).....	72
Carl Stone Slams Government Health, Education Policies (Carl Stone; THE DAILY GLEANER, 10 Mar 86).....	74
'85 Antidrug Statistics Highlight Results of Crackdown (THE DAILY GLEANER, 6 Mar 86).....	77
TRINIDAD AND TOBAGO	
Chambers Discusses Economic Philosophy in Stump Speech (SUNDAY EXPRESS, 16 Mar 86).....	80
Union Official George Weekes Named to Senate (EXPRESS, 15 Mar 86).....	81
MP John Humphrey Named 'Party Organizer' of NAR (EXPRESS, 15 Mar 86).....	82
Drugs Report Said To Identify Dealers in 'High Positions' (SUNDAY GUARDIAN, 16 Mar 86).....	83
URUGUAY	
Defense Minister Discusses Military Role, Budget (EL DIA, 5 Mar 86).....	84
Briefs	
Minister Threatened for Firing Doctor	86
Navy Commander Acquitted	86
Unemployment Figures	86
Political Parties Reach Agreement	86
U.S. Congress' Vote Endorsement	87



14 April 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

- Havana Commentator Views Peru's Garcia Visit to Argentina  
(Manolo Ortega; Havana International Service, 20 Mar 86) ... 1

- Chilean Air Force Commander's Statements in Argentina  
(NOTICIAS ARGENTINAS, 24 Mar 86) ..... 3

## ARGENTINA

- Peronists Say Radicals 'Mediocre by Doctrine'  
(BUENOS AIRES HERALD, 24 Mar 86) ..... 5

- Lopez Rega's Health Causes Speculation  
(BUENOS AIRES HERALD, 19 Mar 86) ..... 6

- Ambassador Corrects Moroccan Press Reports  
(TELAM, 19 Mar 86) ..... 8

## Briefs

- Major Praising Antisubversion Arrested 9  
Soviet Family Emigrates 9

## BRAZIL

- New Sarney Mandate Said To Head Constituent Assembly Agenda  
(Carlos Chagas; O ESTADO DE SAO PAULO, 6 Mar 86) ..... 10

- Lyra-Inspired Progressive Front Gains Momentum  
(Silvia Caetano; O ESTADO DE SAO PAULO, 23 Feb 86) ..... 12

- Political Consequences of New Economic Package Discussed  
(O ESTADO DE SAO PAULO, 5 Mar 86) ..... 14

- IBC To Export 14 Million Bags of Coffee in 1986  
(O ESTADO DE SAO PAULO, 27 Feb 86) ..... 17

## Briefs

- January Unemployment Decline 19

## CHILE

### Briefs

Wheat Crop Figures	20
Ambassador to Venezuela	20
Ambassador Presents Credentials	20
Air Force Agreement Signed	20
Airway Extends Route	20

## COLOMBIA

Study Views Extent of Illegal Goods, Drug Trade by Mafia (EL ESPECTADOR, 16 Feb 86) .....	21
--	----

## CUBA

### Briefs

Excessive Energy Users Sanctioned	28
High Manual Canecutting Losses	28
Tin From Venezuela	28

## EL SALVADOR

Venceremos Analyzes Duarte Peace Proposal (Radio Venceremos in Spanish to El Salvador, 21 Mar 86) ...	29
--	----

## MEXICO

Citizens Questioned on Readiness To Sacrifice for Nation (Adip Sabag; EXCELSIOR, 14 Mar 86) .....	33
--	----

## NICARAGUA

MDN Issues Communique To Mark Eighth Anniversary (LA REPUBLICA, 18 Mar 86) .....	34
Episcopal Conference on Campaign To Divide Church (EFE, 22 Mar 86) .....	36
PSC Leader Calls Draft Constitution 'Totalitarian' (LA NACION, 15 Mar 86) .....	38

## PARAGUAY

Aldo Zuccolillo on Freedom of Press, Stroessner's Reelection (Asuncion Radio Primero de Marzo, 22 Mar 86; AFP, 20 Mar 86) .....	39
Freedom of Press, by Eligios Farina	39
Reelection View	41

Daily Interviews Aldo Zuccolillo in Brazil (Jose Maria Mayrink; O ESTADO DE SAO PAULO, 8 Mar 86) .....	44
EL PUEBLO Interviews Aldo Zuccolillo (EL PUEBLO, 26 Mar 86) .....	46
Opposition Leaders Say 'No Democratic Opening' (AFP, 7 Mar 86) .....	54
PATRIA Scores Americas Watch Observations (Editorial; PATRIA, 24 Mar 86) .....	55
Colorado Deputy Discusses Criticism Against Party (HOY, 11 Mar 86) .....	57
Reviews Remarks to Regional Precincts	57
Colorads, Opponents Reaction	58
Colorado Party Notes Appeal for Reconciliation (EL DIARIO, 13 Mar 86) .....	60
MAC Leader on Colorado Party Fragmentation (LA TARDE, 24 Mar 86) .....	62
'Voice of Colorado' Issues Warning to EL DIARIO (Asuncion Domestic Service, 22 Mar 86) .....	65
Information Secretary Scores Reporters' Statements (Anibal Fernandez; Asuncion Red Privada de Teledifus Paraguaya Television, 11 Mar 86) .....	68
Journalists Return From FRG, Defend Attitude (HOY, 13 Mar 86) .....	69
Private Sector Warns Debt May Exhaust Reserves (HOY, 18 Mar 86) .....	70
Interior Ministry Responds to Press Reports (Asuncion Cerro Cora Sistema Nacional Television, 21 Mar 86) .....	71
PLRA Chairman Lashes Out at Police Aggression (ULTIMA HORA, 17 Mar 86) .....	72
Arrested PLRA Members Examined, Released (EL DIARIO, 18 Mar 86) .....	73
2,179 People Sign Letter To End Exile (ULTIMA HORA, 17 Mar 86) .....	74
Briefs	
British Agriculture Minister Arrives	75
Construction Workers' Leaders Set Free	75
Police Ban PUL Headquarters Lecture	75



15 April 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

- Barbados Hopes for Trade Talks With Trinidad-Tobago  
(TRINIDAD GUARDIAN, 21 Mar 86)..... 1

## ARGENTINA

- Reaction to U.S. Presence Off Libyan Waters  
(Various sources, 26, 27 Mar 86)..... 2
- UCR Deputy Criticizes U.S. 2  
Deputy Defends Libyan Position 3  
PJ Expresses Solidarity 3  
Argentine Communists Condemn U.S. 4  
Peace Council Condemnation 4
- UCR National Committee, Coordinating Board Strategies  
(EL PERIODISTA, 14-20 Feb 86)..... 5
- Internal Debate Heats Up, by Luis Sanchez 5  
Cordoba Coordinating Board Stance, by Roberto Reyna 7
- CGT Warns Against Government Interference  
(NOTICIAS ARGENTINAS, 24 Mar 86)..... 9
- Col Seineldin Said To Be Plotting Alfonsin's Overthrow  
(Horacio Verbitsky; EL PERIODISTA, 21-27 Feb 86)..... 11
- Growth Promotion Secretary Discusses Privatization Plans  
(Norberto Bertaina Interview; SIETE DIAS, 20-26 Feb 86).... 16

## BELIZE

Esquivel Discusses Budget, Casinos at Press Conference (THE REPORTER, 2 Mar 86).....	21
Comment on Guatemala Talks	21
Price Reductions	22
Belize Popular Party Stand on People's Representation (THE VOICE, 2 Mar 86).....	24
Popular Party Organ Warns of Communist Activities (THE VOICE, 2 Mar 86).....	25
Indoctrination of Youth	25
March 'Surfacing', by Jim Rover	26
Defense Force Antidrug Action Raises Questions (AMANDALA, 14 Feb 86).....	27
Briefs	
New French Envoy	28

## BRAZIL

Briefs	
Tucano Ready for British	29
Ministers on Antarctic Base Visit	29
Extradition of Haitian	29
Itamaraty on House Vote	29

## CHILE

Reaction to Admiral Merino's Statement (Santiago Radio Chilena, 19 Mar 86; AFP, 20 Mar 86).....	31
Matthei, Garcia Disagree	31
Opposition's Reaction	33
Willoughby Resigns From Action Movement (EL MERCURIO, 19 Mar 86).....	35
Canessa Opposes Revision of 1980 Constitution (Santiago Domestic Service, 20 Mar 86).....	36
PDC Challenges Government to TV Debate (EFE, 23 Mar 86).....	38
Labor Minister Denounces Boycott of Investments (Santiago Domestic Service, 25 Mar 86).....	39

Mrs Pinochet Comments on Husband's Political Future (EFE, 27 Mar 86).....	41
--	----

#### Briefs

March to Cemetery 'Repressed'	42
Police Disperse Demonstrators	42
Economic Integration Program Tested	42
Journalist Released	43
Democratic Security Mechanism Proposal	43

#### COLOMBIA

International Reserves Up \$425.4 Million in 1985 (EL TIEMPO, 8 Feb 86).....	44
Record Exports of 6 Billion Projected in 1986 (EL TIEMPO, 17 Feb 86).....	45
Government Announces 1986 Goal of 5 Percent Economic Growth (EL TIEMPO, 22 Feb 86).....	47
Agricultural Exports Total \$550.3 Million in 1985 (EL SIGLO, 22 Feb 86).....	49
1985 Industrial Sector Performance Good for 64.6 Percent (German Navarrete; EL TIEMPO, 23 Feb 86).....	51
Ecopetrol President on Investment Program, Exploration (EL TIEMPO, 24 Feb 86).....	54
Government Plans for Use of Jumbo Credit, Coffee Earnings (Raul Rodriguez; EL SIGLO, 28 Feb 86).....	57
Betancur Announces Agricultural Production Measures (EL TIEMPO, 19 Mar 86).....	60
Comptroller General's Office Analyzes 1986 Budget (Raul Rodriguez; EL SIGLO, 4 Mar 86).....	62
Briefs	
Cost of Living Rise	64

#### CUBA

Presbyterian Minister on Betto Book, State Policy Toward Church (Hector Mendez Interview: BOHEMIA, No 2, 10 Jan 86).....	65
Background to January Coup in Lesotho Discussed (Juan Sanchez; BOHEMIA, No 5, 31 Jan 86).....	70

## MEXICO

### Briefs

Cooperation Agreements With Egypt	73
Agreement With British Aerospace	73

## PARAGUAY

Brazilian Paper Views Paraguay Under President Stroessner (Nely Caixeta; VEJA, 12 Feb 86).....	74
---	----

## PERU

Government Signs New Contract With Occidental Petroleum (EFE, 23 Mar 86; AFP 20, 23 Mar 86).....	77
---	----

Details on Contract	77
Belaunde Criticism	77
United Left Criticism	78

Connection Seen Between DPRK Arms Sales to Cuba, Peru (Editorial; EL COMERCIO, 14 Mar 86).....	79
---	----

Journalist Outlines Television Censorship (Cesar Hildebrandt; EXPRESO, 9 Mar 86).....	80
--	----

Television Station Rejects News Agency Pool (Lima Panamericana Television Network, 26 Mar 86).....	83
---	----

## ST LUCIA

Compton Criticizes Level of Aid to Caribbean (TRINIDAD GUARDIAN, 15 Mar 86).....	85
---	----

## TRINIDAD AND TOBAGO

Weekes Appointment to Senate Sparks Row in NAR (TRINIDAD GUARDIAN, 17 Mar 86; EXPRESS, 18, 20 Mar 86).....	86
---	----

Report of Differences	86
Robinson Comment, by Ria Taitt	87
Party Ratification	87

NAR, PNM Gear Up for Election; New Seats Possible (EXPRESS, 20 Mar 86; TRINIDAD GUARDIAN, 21 Mar 86).....	88
--	----

PNM Comments	88
NAR Actions	88

Unions Plan To Join Forces in Dispute With Caroni (EXPRESS, 20 Mar 86).....	90
--	----

18 April 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

- Argentine Columnist Rouco on Nicaraguan-Libyan Connection  
(LA PRENSA, 2 Apr 86) ..... 1

## ANTIGUA AND BARBUDA

- Papers Report, Comment on Bird Administration's Budget  
(OUTLET, 7 Mar 86; HERALD, 7 Mar 86) ..... 5
- Signs of ALP 'Infighting' ..... 5
- Emphasis on Military Spending ..... 8
- HERALD's Assessment, by Brunel Meade ..... 10
- Briefs
- Italian Loan ..... 11

## ARGENTINA

- Montoneros Join Peronist Revolutionary Faction  
(AMBITO FINANCIERO, 26, 27 Feb 86) ..... 12
- Montoneros To Abandon Armed Struggle ..... 12
- Political Leaders' Reaction ..... 13
- Ubal dini's Emergence as Major Political Force Analyzed  
(EL ECONOMISTA, 28 Feb 86) ..... 15
- CGT Scores Police Repression in Cordoba  
(TELAM, 1 Apr 86) ..... 17
- Congressional Approval of Armed Forces Restructure Expected  
(AMBITO FINANCIERO, 5 Mar 86) ..... 18
- Briefs
- Navy Relations With NATO Scored ..... 20
- Alfonsin Criticizes U.S. Policy ..... 20

## ARUBA

- Lago Refinery Not To Reopen; Dismantling Planned  
(ANP NEWS BULLETIN, 12 Mar 86) ..... 21

## CHILE

- Journalists Protest Treatment by Carabineros  
(Santiago Radio Chilena, 2 Apr 86) ..... 22
- Briefs  
University Student Detained ..... 24

## COLOMBIA

- Ocampo Comments on Maritime Borders With Nicaragua Scored  
(EL TIEMPO, various dates) ..... 25
- Lopez Letter to Michelsen ..... 25  
Ramirez Ocampo's Response ..... 28  
Landazabal Cites Nicaraguan Threat, by Roberto Pombo ..... 29

## COSTA RICA

- Arias' Brother on Campaign Role, Upcoming Responsibilities  
(RUMBO CENTROAMERICANO, 21-27 Feb 86) ..... 32

## CUBA

- Marcos' Removal Seen as Result of U.S. Intervention  
(Arnaldo Musa, GRANMA WEEKLY REVIEW, 9 Mar 86) ..... 36
- Sports Official's Comments on Olympics Sharply Rebuked  
(GRANMA WEEKLY REVIEW, 9 Mar 86) ..... 38

## DOMINICAN REPUBLIC

- Central Bank Reports on 1985 Aid, Loans Received  
(Jose Romero; LISTIN DIARIO, 7 Mar 86) ..... 39
- FRG Grants Development Loan to CDE, CEA  
(Tulio Navarrete; LISTIN DIARIO, 7 Mar 86) ..... 42
- Spain To Buy 90 Percent of Tobacco Production  
(Maximo Manuel Perez; LISTIN DIARIO, 10 Mar 86) ..... 44

## ECUADOR

- Briefs  
Direct Foreign Investments Decree ..... 46  
Oil Price Drop Effect ..... 46

## GRENADA

Point Salines Airport Now 80 Percent Completed (THE GRENADIAN VOICE, 1 Mar 86) .....	47
Bank Report Charts Economy for Three Quarters of 1985 (TRINIDAD GUARDIAN, 28 Mar 86) .....	49
Briefs	
Venezuelan Fishing Aid	50
Jamaican Media Adviser	50
Jobs Forecast	50

## GUATEMALA

Villargan on Deputy Ministers, Contadora Meeting (PRENSA LIBRE, 15 Feb 86) .....	52
Defense Minister on Arms Sale, Army Purge (EL DIARIO DE CENTRO AMERICA, 18 Feb 86) .....	53
Departmental Governors Replace Military Rulers (DIARIO DE CENTRO AMERICA, 25 Feb 86) .....	54
Interior Minister Denies Plan To Militarize Police Force (EL GRAFICO, 27 Feb 86) .....	56
Cabrera Denies Rift in Christian Democrat Bloc; Views Belize (PRENSA LIBRE, 15 Feb 86) .....	57
Deputy Economy Minister on Salvadoran Trade, Common Market (EL DIARIO DE CENTRO AMERICA, 18 Feb 86) .....	59
Foreign Governments Extend \$273 Million in Credit (PRENSA LIBRE, 17 Feb 86) .....	60
Rule 3 Called 'Unfair', Repeal Requested (EL GRAFICO, 24 Feb 86) .....	61
Cerezo Urges Sharing of Wealth by Private Sector (Jorge Mazariegos; EL GRAFICO, 26 Feb 86) .....	62
Government, Private Sector Owe 435 Million Quetzales to IGSS (PRENSA LIBRE, 12 Feb 86) .....	64
Penados Heads Social Security Institute (PRENSA LIBRE, 12 Feb 86) .....	66
Immigration Office 'Rampant' With Corruption (PRENSA LIBRE, 20, 21 Feb 86) .....	67
Rodil Outlines Practices	67
Government Action Sought, Editorial	68

Government Withdraws Death Penalty Prerogative (EL DIARIO DE CENTRO AMERICA, 20 Feb 86) .....	69
Briefs	
Government Fills Key Positions	70
MAS Organizes Leadership	70
Labor Unrest	71
Defense Minister Announces Changes	71
Leonel Appointed Police Spokesman	71

## HONDURAS

Foreign Minister Calls for Nonintervention Policy (LA PRENSA, 1 Feb 86) .....	72
Callejas Takes Over PNH Central Committee (LA PRENSA, 5 Feb 86) .....	74
Callejas on U.S. Role, Nicaragua Conflict (LA PRENSA, 6 Feb 86) .....	75
PNH Reaches Out to Conservative Latin American Parties (LA TRIBUNA, 7 Feb 86) .....	77
Parties Discuss Consequences of PNH Majority in TNE (TIEMPO, 4 Feb 86) .....	78
Ramos Seen as Callejas' 1989 Party Opponent (TIEMPO, 3 Feb 86) .....	79
Former PLH Official Denounces Partisanship (TIEMPO, 10 Feb 86) .....	81
Importers Criticize Azcona's Cabinet Choices (Isabel Guandique; LA PRENSA, 7 Feb 86) .....	82
Bank Official Projects Windfall Coffee Earnings (LA PRENSA, 5 Feb 86) .....	84
Drop in Oil Price Saves 40 Million Lempiras (LA TRIBUNA, 1 Feb 86) .....	85
Groups Divided on Wage Increases, Amendments (TIEMPO, 5, 8 Feb 86; LA PRENSA, 5 Feb 86) .....	87
Unions Call for Reforms	87
National Congress Opposed	88
Private Sector Negative	89
Central Bank Announces Emergency Construction Plans (TIEMPO, 5 Feb 86) .....	90

Church Pleads Cause of Poor to Azcona (TIEMPO, 5 Feb 86) .....	91
JAMAICA	
Manley Leads March, Presents Petition to Seaga (THE DAILY GLEANER, 11 Mar 86) .....	92
Seaga Critical of Industrial Tribunal Decision (THE DAILY GLEANER, 13 Mar 86) .....	94
MEXICO	
Economic Sector Figures Discuss Repayment of Foreign Debt (EXCELSIOR, 7 Mar 86; LA JORNADA, 10 Mar 86) .....	95
Call for Eased Terms	95
Appeal for Fixed Interest Rates	96
ANIERM President Opposes Moratorium	97
Briefs	
Pemex Suspends New Plant Construction	98
NICARAGUA	
Opposition Views of Draft Constitution Summarized (BARRICADA INTERNACIONAL, 13 Mar 86) .....	99
ST LUCIA	
'Throne Speech' Cites War on Drugs, Regional Security (TRINIDAD GUARDIAN, 27 Mar 86) .....	103
Briefs	
Compton-Union Talks	104



25 APRIL 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Trinidad-Tobago Minister Assesses Trade With Barbados (WEEKEND NATION, 21-22 Mar 86).....	1
Caricom, Dominican Republic Discuss Trade, Cooperation (CANA, 24 Mar 86).....	2

## ARGENTINA

Rouco Warns Against Signs of Isolationism (LA PRENSA, 1 Apr 86).....	4
Details of Armed Forces Chiefs Messages (NOTICIAS ARGENTINAS, 2 Apr 86).....	8
Daily Criticizes Address by Paraguay's Stroessner (Editorial; LA PRENSA, 7 Apr 86).....	11
PC's Fava Scores Government, Union Leaders (DYN, 6 Apr 86).....	12
Briefs \$350-Million Credit Granted	13

## BAHAMAS

Isaacs Spells Out Goals of FNM Government (THE TRIBUNE, 24 Mar 86).....	14
FNM Statement Warns of Recourse to People's Power (Athena Damianos; THE TRIBUNE, 24 Mar 86).....	17
Election Speculation Spurred; PLP-FNM Row Continues (THE TRIBUNE, various dates).....	19
Public Disclosure Appeal	19
Isaacs Press Conference, by Athena Damianos	19

McWeeney on PLP Dissidents, by Anthony Forbes	20
Ingraham Response, by Athena Damianos	22
Voter Registration Charges, by Anthony Forbes	23
PLP Disclaimer, by Athena Damianos	25
 Findling: No Change Planned in Banking Privacy Laws (Alexis Wallace; THE TRIBUNE, 13 Mar 86).....	26
 Briefs	
Action Group Elections	28
Rights Group Split	28
 BRAZIL	
 Cuba Readies Envoy's Nomination; Advantages in Relations (Yolanda Vianna; CORREIO BRAZILIENSE, 16 Mar 86).....	29
 Priest-Sympathizers of Sandinistas Active in Maranhao (O ESTADO DE SAO PAULO, 19 Mar 86).....	32
 UAE Seeks Purchase of 66 EE-11 Urutu Armored Vehicles (Roberto Godoy; O ESTADO DE SAO PAULO, 16 Mar 86).....	33
 CFP Assesses Center-South Crop Losses From Drought (O ESTADO DE SAO PAULO, 20 Mar 86).....	36
 Briefs	
Oil Operations Continue Unabated	37
 CHILE	
 Seguel Says Situation 'Fully Radicalized' (DYN, 3 Apr 86).....	38
 AD Overcomes Differences, Promotes Joint Action (Santiago Radio Chilena, 9 Apr 86).....	40
 Carabineros Arrest Relatives of Dead Prisoners (Miguel Garay; Santiago Radio Chilena, 8 Apr 86).....	42
 University Students Protest Campus Violence (Santiago Domestic Service, 7 Apr 86).....	43
 Briefs	
Human Rights Edict Scored	44
Police Represses Homeland in Santiago	44
Truck Drivers Block Highway	45
Bishop Denies Charges	45
Student Leaders Arrested	45
Matthei Condemns 'Destabilizing Campaign'	45
World Bank Loans	46
Copper Commission Reorganization	46
French Ambassador on Democratization Process	46

## COLOMBIA

### Briefs

Military Gun Smuggling	47
1986 Coal Sales	47
Oil Refinery Unit Inauguration	47

## COSTA RICA

3,000 Central Americans Polled on Threats to Region (LA NACION, 2. 3 Mar 86).....	48
--	----

## ECUADOR

### Briefs

Oil Export Levels Maintained	53
------------------------------	----

## GUATEMALA

Defense Minister on Guerrillas, Patrols, Local Government (EL GRAFICO, 19 Feb 86).....	54
Refugees Return, Occupy Model Communities (PRENSA LIBRE, 1 Mar 86).....	56

## GUYANA

Hoyte Addresses Fuel Shortage, Cites Link to Exports (CANA, 24 Mar 86).....	57
Briefs	
PNC on Jagan Activities	59

## HONDURAS

Montoya Favors Continued U.S. Military Presence (LA PRENSA, 6 Feb 86).....	60
Peasants Seek Armed Forces Support on Agrarian Reform (LA TRIBUNA, 10 Feb 86).....	62
Needs Outlined	62
Armed Forces Respond	66
1989 Presidential Hopefuls Identified (TIEMPO, 2, 10 Feb 86; LA TRIBUNA, 10 Feb 86).....	69
Parties Begin Race	69
Archbishop Critical	71
Effectiveness of Office 'Jeopardized'	73

Former Suazo Officials Named Deputy Ministers (LA TRIBUNA, 1 Feb 86).....	75
Azcona, Callejas Distribute Key Posts (LA TRIBUNA, 5 Feb 86).....	76
FUSEP Announces Changes in Key Personnel (TIEMPO, various dates).....	78
Public Relations Head Selected	78
Changes in Region Two	78
Further Changes	79
Briefs	
UNC on Agrarian Reform	80
PNH Gains TNE Seat	80

#### MEXICO

Study Recommends Measures To Restore Steel Industry (Enrique Maza; PROCESO, No 484, 10 Feb 86).....	81
High Costs Said To Make Chicontepec Oil Unexploitable (Antonio Garza Morales; EXCELSIOR, 11 Mar 86).....	89
7 Percent Growth in Electrical Demand Seen for 1986 (Emilio Lomas M.; LA JORNADA, 11 Mar 86).....	90

#### SURINAME

Bouterse Addresses U.S. Displeasure Over Libyan Presence (DE WARE TIJD, 26 Feb 86).....	91
--	----

#### TRINIDAD AND TOBAGO

Opposition Leader Panday Interviewed by Express (Harry Partap; SUNDAY EXPRESS, 23 Mar 86).....	95
Senator-Designate Weekes Denies 'Communist' Tag (Harry Partap; EXPRESS, 25 Mar 86).....	97
Chambers Airs Views on Foreign, Economic, Media Policies (TRINIDAD GUARDIAN, 24, 27 Mar 86).....	98
Assessment of Press, by Clevon Raphael	98
Exchange Controls, by Jerry Johnson	99
NAR's Robinson Hits Chambers' Charges, 1986 Budget (TRINIDAD GUARDIAN, 27 Mar 86).....	101

Panday Queries House for Officials Named in Drugs Report (TRINIDAD GUARDIAN, 25 Mar 86).....	102
Briefs	
Youths to PRC	103
Youth Council-PNM Tie	103
NAR Registration Drive	103
Sugar Losses	104



30 APRIL 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

OLADE Proposes Developing Countries Agreement (Rafael Urrejola; AFP, 4 Apr 86) .....	1
Briefs	
Msgr Cordero Transferred to Uruguay .....	2

## ANTIGUA AND BARBUDA

Deputy Prime Minister Comments on Visit to U.S. (Lester Bird ; HERALD, 21 Mar 86) .....	3
--	---

## ARGENTINA

Ubal dini Denounces Privatization Plan for Steel (BUENOS AIRES HERALD, 3 Apr 86) .....	5
---	---

## BARBADOS

Prime Minister St John Reviews First Year in Office (Bernard St John Interview; SUNDAY SUN, 23 Mar 86) .....	7
Workers Party To Enter Two Candidates in Next Election (Tony Vanterpool; SUNDAY SUN, 9 Mar 86) .....	10
Government To Have New Office for Corporate Affairs (SUNDAY SUN, 9 Mar 86) .....	11
1986-87 Government Revenues, Expenditures Outlined (DAILY NATION, 11 Mar 86) .....	12
Report Shows Rate of Economic Growth Slowed in 1985 (Reudon Eversley; CANA, 28 Mar 86) .....	13
Concern for Sugar Spurs Agricultural Diversification (DAILY NATION, 24 Feb 86) .....	15

## BOLIVIA

### Briefs

Court Action Over Seized Tin	16
Army Spokesman Denies Confinement	16
Minister Warns Against Disturbances	16

## COLOMBIA

Barco on Subversion, Alliance With UP, Central America, Goals (EL TIEMPO, various dates) .....	17
Solution to Economic Problems	17
Peace Policy, Political Alliances	20
Agrarian Policy Key to Economy	22
Policies on Business, Central America	24

### Briefs

Residents Protest Nicaraguan Claim	26
------------------------------------	----

## DOMINICA

Charles Comments on CBI, Industry Incentives (THE DAILY GLEANER, 20 Mar 86) .....	27
Parliament Resolves Not To Pay Absent Members (THE NEW CHRONICLE, 7 Mar 86) .....	29
Libyan 'Meddling' Discussed in Parliament, Press (THE NEW CHRONICLE, 7, 21 Mar 86) .....	30
Senator's Remarks, by Morris Cyrille	30
CHRONICLE Comment, Editorial	31
Columnist Sees Hypocrisy in Mustique Stand on Guyana (Michael E. Charles; THE NEW CHRONICLE, 21 Mar 86) .....	33

## ECUADOR

Guarantees Tribunal Concerned Over Candidates' Arrest (Quito Radio Quito, 9 Apr 86) .....	35
--	----

## GUYANA

U.S. Human Rights Report Linked to Mustique Meeting (CATHOLIC STANDARD, 2 Mar 86) .....	36
Hoyte Delivers Republic Day Address to the Nation (SUNDAY CHRONICLE, 23 Feb 86) .....	38

Hoyte Discusses Private Sector Policy, Burnham Legacy (NEW NATION, 2 Mar 86) .....	46
Pursuit of Burnham Goals	46
Support for Private Sector	47
Finance Minister Greenidge Introduces 1986 Budget (GUYANA CHRONICLE, 1 Mar 86) .....	49
Report on Presentation, by Colin King	49
Sugar Industry Program	50
Relief Measures	52
Private-Sector Incentives	53
Details of Reorganization of Customs Department Reported (Colin King; GUYANA CHRONICLE, 15 Feb 86) .....	54
Briefs	
Arms, Ammo Seizure	57
Reply to Bishop	57
Envoy to Canada	57
PNC Appointment	58

#### JAMAICA

Seaga Orders Closer Customs Inspection of Containers (THE DAILY GLEANER, 22 Mar 86) .....	59
Columnist, JLP Dispute Responsibility for Political Violence (THE DAILY GLEANER, various dates) .....	60
Stone on PNP-Rally Aftermath	60
JLP Chairman's Response	62
Stone Reply to Golding, by Carl Stone	63
Additional Differences With Stone	66
Columnist Assesses PNP, Wonders 'Where Are the Radicals' (Franklin McKnight; THE SUNDAY GLEANER, 23 Mar 86) .....	69
Political Fallout From Tax Policies Hurting JLP (Carl Stone; THE DAILY GLEANER, 26 Mar 86) .....	71
1985-86 Supplementary Estimates Show Cuts in Spending (THE DAILY GLEANER, 21 Mar 86) .....	73
Briefs	
Oil-Cost Savings	75
Teachers' Wages	75

#### PANAMA

Briefs	
Soviet Scholarships	76

ST CHRISTOPHER AND NEVIS

Leaders Cozying Up to U.S. Termed Self-Serving  
(Fitzroy Bryant; THE LABOUR SPOKESMAN, 22 Feb 86) ..... 77

Briefs

Sugar Board 79  
Envoy to ROK, Taiwan 79

SURINAME

Briefs

Transmission of Cable TV Station Halted 80

URUGUAY

Sanguinetti on Political Accord, Economic Integration  
(Julio Maria Sanguinetti Interview; ARGENTINE NEWS, 15 Mar 86) 81

2 MAY 1986

## LATIN AMERICA REPORT

## CONTENTS

## COLOMBIA

Government Notes Differences With Ecuador in Andean Group (EL TIEMPO, 1, 21 Mar 86) .....	1
Need for Integration Stressed	1
Differences With Ecuador	3
UP Proposes Alliance With New Liberalism; Election Victories (EL TIEMPO, 12, 15 Mar 86) .....	5
Text of Proposal	5
Election Victories	6
Capital Amounting to \$50 Million Repatriated in 1986 (EL ESPECTADOR, 21 Mar 86) .....	8
February Cost of Living Rise Highest for Month in 9 Years (EL TIEMPO, 6 Mar 86) .....	10
Government Imposes Additional Measures To Control Inflation (EL TIEMPO, 12 Mar 86) .....	13
Monetary Council Approves Plan To Promote Trade (Carlos Pineros; EL TIEMPO, 6 Mar 86) .....	15
Ramirez on Differences With U.S. on Central America, Coffee Pact (Augusto Ramirez Ocampo Interview; EL TIEMPO, 16, 17 Mar 86)	17
\$10 Billion From Coffee Profits To Be Invested in Bonds, Notes (EL TIEMPO, 18 Mar 86) .....	29
10 Percent of Coffee Profits To Go to Foreign Debt Payment (EL TIEMPO, 18 Mar 86) .....	31
Government Announces Measures To Reduce Agricultural Costs (Raul Osorio Vargas; EL ESPECTADOR, 19 Mar 86) .....	32

ECOPETROL President on Plans To Expand Oil Prospecting (EL ESPECTADOR, 21 Mar 86; EL TIEMPO, 10 Mar 86) .....	36
Heavy Investments Scheduled	36
Oil Production Up	37

#### DOMINICAN REPUBLIC

President Reports to Assembly on 1985 Government Activities (LISTIN DIARIO, 28 Feb 86) .....	39
---	----

#### NICARAGUA

Labor Leader on Opposition to Sandinist Policies (Alvin Guthrie Interview; LA NACION, 8 Mar 86) .....	64
Planning Minister on New Price, Salary Policies (Dionisio Marengo Interview; BARRICADA, 17 Mar 86) .....	68

6 MAY 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Peru, Uruguay Call for 'Understanding' in Region (EL SIGLO, 16 Apr 86).....	1
ALADI Adjourns, Issues Buenos Aires Declaration (AFP, 10 Apr 86).....	2
Latin American Retired Officers Hold Meeting (TELAM, 11 Apr 86; NOTICIAS ARGENTINAS, 14 Apr 86).....	4
Inter-American Defense Issue	4
TIAR Rejection Urged	4
Barbados, Trinidad-Tobago Officials Discuss Trade (Various sources, various dates).....	7
Barbados Envoy's Remarks, by Ria Taitt	7
Port-of-Spain Meeting, by Ria Taitt	7
Tull News Conference, by Ria Taitt	8
More on Tull Remarks	9
Chambers Visit to Barbados	9
Caribbean Farmers Meet, Discuss Problems, Goals (THE VINCENTIAN, 28 Feb 86).....	10
Banana Production Figures for Windward Islands Reported (THE VINCENTIAN, 7 Mar 86).....	11

## BARBADOS

St John Comments on CARICOM Trade, Situation of Guyana (TRINIDAD GUARDIAN, 2, 4 Apr 86).....	12
Defense of Guyana	12
CARICOM Trade Issues	13

# BELIZE

Marijuana Spraying Resumed Under Pressure From U.S. (THE BELIZE TIMES, 6 Apr 86).....	15
Budget for FY 86 Shows Deficit But No New Taxes (Various sources, various dates).....	16
Features of Proposal	16
Comment on Bond Offer, Editorial	19
Revenue Shortfall	19
Recurrent Deficit	21
PUP Reply	22
Suspect Growth Figures	26
Civil Servant Raises	26
Criticism of Statistics	27
Budget as 'Landmark', Editorial	27
Said Musa's Brother Subject of Furor Over PUP Land Deal (Various sources, various dates).....	29
'Hidden' Ministry File	29
Billy Musa's Statement	30
Lindo Attack in Parliament	31
Marin Reaction	32
Another PUP Land Deal	32
PUP Accused of Whitewashing 'Tainted' Leaders (THE BEACON, 15 Mar 86).....	34
PUP Ranks Reportedly in Turmoil; Focus on Said Musa (THE BEACON, 5 Apr 86).....	36
Marin Pullout Threat	36
Communism Issue	37
Musa as PUP Liability	37
Illegal Practices in Pre-UDP Licensing Body Investigated (THE BEACON, 8 Mar 86).....	39
PUP Protests Government 'Abuse' of Democratic Process (THE BELIZE TIMES, 9 Mar 86).....	40
1984 PUP Agreement on Bond Sale of Citizenship Aired (THE BEACON, 5 Apr 86).....	41
BELIZE TIMES Accused of 'Copybook' Communist Lie Technique (THE BEACON, 8 Mar 86).....	45

Briefs	
Assault on Minister	46
Cabinet-Reshuffle Delay	46
PUP Meetings	46
Envoy to UK	46
Permanent Secretary Appointments	47
Toledo Farming Successes	47

## BRAZIL

Bishops' Document on Constituent Assembly (Dermi Azevedo; FOLHA DE SAO PAULO, 4 Apr 86).....	48
---	----

Briefs	
Leaders Studying in Cuba	51
Funaro on IMF Talks	51
Governor Denies Stroessner Invitation	51

## GRENADA

Government Predicts Strong Economic Growth in 1986 (THE GRENADIAN VOICE, 15 Mar 86).....	52
---	----

Government Hopes To Establish Merchant Bank (THE GRENADIAN VOICE, 15 Mar 86).....	54
--	----

Briefs	
Police Reserve Force	56
Rise in Crime	56
Arms Cache	56

## NICARAGUA

Head of Independent Civil Rights Body Cites Suppression (Hildegard Stausberg; FRANKFURTER ALLGEMEINE, 4 Apr 86).	57
---	----

Details of Border Agreement With Costa Rica (BARRICADA INTERNACIONAL, 27 Mar 86).....	60
--	----

Peruvian Envoy Affirms Position on Intervention (Managua Radio Sandino, 8 Apr 86).....	63
---	----

Petitions Before Labor Ministry Described (LA PRENSA, 4 Mar 86).....	64
---	----

Communist Leader Discusses Draft Constitution (Allan Zambrana Interview; Managua Radio Sandino, 9 Apr 86).....	66
--	----

War-Related Economic Losses Detailed (Managua Radio Sandino, 8 Apr 86).....	68
Contra Damage to Agriculture Reported (Nadir Ismael; EL NUEVO DIARIO, 4 Apr 86).....	69
New FSLN Publishing House Reported (BARRICADA, 11 Apr 86).....	70
Conapro Elects New Board of Officers (LA PRENSA, 4 Apr 86).....	72
Briefs	
Housing Efforts Limited	74
Swedish Aid Summarized	74
Boaco PSC Election	74
War Casualty Figures	75

#### ST LUCIA

PLP Organ Blasts U.S. Rightist Policies in Caribbean (CRUSADER, 8, 15 Mar 86).....	76
Divisive Tactics, Editorial	76
Policy Failures	77
Opposition Predicts Snap Election in November (CRUSADER, various dates).....	80
November Speculation	80
PLP Rally	81
Election-Fraud Warning	82
Compton, Lansiquot in Disagreement Over Project Funds (CRUSADER, 8 Mar 86).....	84
Police Seek Counterfeiting Suspects, Make Drug Arrests (CRUSADER, 22 Mar 86).....	86
Briefs	
Union Disagreement	87

#### ST VINCENT AND THE GRENADINES

Workers Movement Wins Benefits in Grenadines (Elvis Ollivierre; THE VINCENTIAN, 21 Feb 86).....	88
Manufacturers Group Elects Officers, Sets Goals (THE VINCENTIAN, 21 Feb 86).....	89

Feasibility Study for Airport at Bequia Contracted (THE VINCENTIAN, 7 Mar 86).....	90
Briefs	
Success With IMF	91
Mitchell Report on Trip	91
Barbados Fishing Incursion	92
SURINAME	
Citizens Polled for View on Government Economic Policy (Adip Sabag; EXCELSIOR, 19 Mar 86).....	93
Costs of Government Meat, Chicken Imports Recounted (DE WARE TIJD, 25 Mar 86).....	94
Briefs	
1986 Foreign Exchange Shortfall	95
TRINIDAD AND TOBAGO	
NAR Advances Election Campaigning, Claims Lead Over PNM (EXPRESS, various dates; TRINIDAD GUARDIAN, 3 Apr 86)...	96
Poll of Voter Support, by Ria Taitt	96
Threat to Campaigner	97
Silence on Election Date	97
Alleged NAR Clash	97
Additional Reportage	98
Arms, Ammunition Seized at Religious Commune (EXPRESS, 31 Mar, 2 Apr 86).....	99
Report on Police Raid	99
Description of Cache	99
Sugar Workers' Industrial Action Against Caroni Ends (Mikey Mahabir; TRINIDAD GUARDIAN, 7 Apr 86).....	100
Briefs	
Caroni Rice Program	101
Venezuelan Fishing Surveillance	101



15 MAY 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Latin American Parties Score Paraguayan, Chilean Regimes (AFP, 12 Apr 86).....	1
Argentine Legislator on Panama Meeting, Contras' U.S. Aid (NOTICIAS ARGENTINAS, 11 Apr 86).....	3
MNR, Peru's APRA Sign Political Agreement (Red Panamericana, 12 Apr 86).....	4
La Paz Daily Opposes Resumption of Bolivian-Chilean Relations (Editorial; EL DIARIO, 1 Apr 86).....	7
Spies Working for Argentina Sentenced by Chilean Court (AFP, 17 Apr 86).....	9
Briefs	
Alleged Chilean Military Buildup	10
Peruvian, Uruguayan Presidents Cited	10

## ARGENTINA

Government Dismisses Idea of Amnesty Law (BUENOS AIRES HERALD, 8 Apr 86).....	11
Agencies Wrap Up Flood Situation in Chaco (BUENOS AIRES HERALD, 8 Apr 86).....	13

## BRAZIL

USSR To Sign Purchase Contract for Optical Fiber Cable (O ESTADO DE SAO PAULO, 1 Apr 86).....	15
--	----

USSR To Finance Plant Construction in Carajas (O ESTADO DE SAO PAULO, 15 Apr 86).....	16
Reportage on Training of Trade Union Members in Cuba (O ESTADO DE SAO PAULO, 10, 11 Apr 86).....	17
CUT Members Taking Course	17
USI Leaders Score Indoctrination	17
PT Said Practicing Totalitarianism	18
Sarney's Plans for Remainder of Term Discussed (Carlos Chagas; O ESTADO DE SAO PAULO, 3 Apr 86).....	20
Difficulties in PMDB-PFL Agreeing on Elections Discussed (O ESTADO DE SAO PAULO, 16 Apr 86).....	23
Briefs	
Government Intervenes in Free Trade Zone	25
Zero-Inflation Rate Plan Discussed	25
Computerized Combat Simulator	25
Coffee Exporters To Visit Colombia	26
Polish Debt Talks	26
Trade Talks in East Europe	27

## CHILE

'Erratic' U.S. Policy Toward Nation Criticized (Carlos Valesco; Santiago Domestic Service, 8 Apr 86).....	28
Journalists Demand Freedom of Expression (Santiago Radio Chilena, 15 Apr 86).....	30
MIR's Secretary General on Need for Armed Resistance (Andres P. Allende Interview; EL PERIODISTA, 14-20 Mar 86).....	31
Socialist Leader Assesses Plans To Divide Opposition (Radio Chilena, 18 Apr 86).....	34
Political Groups Back Creation of Civic Assembly (Radio Chilena, 18, 21 Apr 86).....	36
Popular Democratic Movement	36
Christian Democracy	37
Poll Shows Majority Legalizing Political Parties (QUE PASA, 20-26 Mar 86).....	39
Key Christian Democratic Leaders on Political Issues (Ana V. Durruty; QUE PASA, 20-26 Mar 86).....	55

Political Youth Parties Release Manifesto (ANALISIS, 1-7 Apr 86).....	63
Interior Minister Speaks to Student Leaders (Santiago Domestic Service, 19 Apr 86).....	66
Magazine Shows PDC With Most Support (QUE PASA, 3-9 Apr 86).....	67
PDC Denies Secret Agreement With PCCh (Radio Chilena, 14 Apr 86).....	69
GUATEMALA	
Government Decides To Renegotiate Foreign Debt (EL GRAFICO, 10 Feb 86).....	70
Coffee Growers Alarmed by Crisis Blamed on Exchange System (Joaquin M. Bermejo; EL GRAFICO, 11 Feb 86).....	72
MEXICO	
Masonic Body Argues for End to Payments on Foreign Debt (EXCELSIOR, 17 Mar 86).....	73
Concanaco Vice President Opposes Foreign Debt Moratorium (EXCELSIOR, 19 Mar 86).....	74
Ciudad Juarez Bishop Calls for PRI Fidelity to Democracy (LA NACION, 15 Mar 86).....	75
Nation's Grassroots Church Communities Meet in Oaxaca (various sources, various dates).....	77
2,700 Representatives Attend	77
Criticism of 'System'	77
Peace Tied to Justice	80
NICARAGUA	
Huper Arguello Views U.S. 'Embargo', IMF, Mixed Economy (William H. Arguello Interview; SVENSKA DAGBLADET, 30 Mar 86).....	82
PSC Party on Signing of Contadora Document (Filadelfo Martinez; ACAN, 14 Apr 86).....	86
Ethnic Groups in Exile Form Political Party (LA REPUBLICA, 26 Mar 86).....	88
Bolanos: Private Sector Controlled by State, (Ramiro G. Bolanos Interview; LA NACION, 1 Feb 86).....	89

'Definition' of Private Property Urged (LA PRENSA, 20 Mar 86).....	92
Foreign Exchange House Announces New Provisions (EL NUEVO DIARIO, 22 Apr 86).....	94
Priest Views Sandinist Treatment of Church (LA REPUBLICA, 7 Apr 86).....	96
Drop in Rice Production Reported (LA PRENSA, EL NUEVO DIARIO, 22, 24 Mar 86).....	99
30 Percent Loss	99
Supply, Distribution Problems	99
Briefs	
INSSBI Pensions	103
Labor Ministry Changes	103
Press Offices To Close	104

16 MAY 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

El Salvador's Ungo Supports Guatemala's Parliament Proposal (PRENSA LIBRE, 16 Feb 86) .....	1
Mexico Deports Undocumented Salvadorans, Guatemalans (PRENSA LIBRE, 21 Feb 86) .....	2
Chilean-Argentine Integration Efforts Highlighted (EL MERCURIO, 31 Mar 86) .....	3
Changes Noted, by Gabriel Gonzalez Segovia Past Differences Overcome .....	3 4
OECS Ministers of Legal Affairs Discuss Coordination (TRINIDAD GUARDIAN, 14 Apr 86) .....	6

## ARGENTINA

Poll Reveals 52 Percent Favors Alfonsin's Reelection (SOMOS, 9 Apr 86) .....	7
Special Report Examines Justicialist Party's Difficulties (Antonio C. Morere; CLARIN, 9 Mar 86) .....	11
Defense Minister Seeks Training Cooperation With FRG (Guenther Bading; DIE WELT, 3 Apr 86) .....	15
Bishops Issue Statement on National Crisis (NOTICIAS ARGENTINAS, 19 Apr 86) .....	17
Briefs	
Rural Organizations Issue Communique .....	19
Polish Fishing Vessel Fined .....	19
Maritime Negotiations With Soviets .....	19
Senate Approves Army Promotions .....	20

# BRAZIL

Sarney Rejects Six-Year Term, Reelection (O ESTADO DE SAO PAULO, 13 Mar 86; O GLOBO, 30 Mar 86) .....	21
Aluisio Alves Reports, by Carlos Chagas President's Refusal	21 23
More Balanced Trade With PRC Forecast for 1986 (FOLHA DE SAO PAULO, 13 Mar 86) .....	24
Oil Import Cost Drops to U.S. \$2 Billion; Record Production (O ESTADO DE SAO PAULO, 27 Mar 86; O GLOBO, 1 Apr 86) .....	28
Savings Expected New PETROBRAS Record	28 29
Funaro on Public Sector Inefficiency, Economic Stabilization (O ESTADO DE SAO PAULO, 25 Mar 86) .....	30
ENGESA President on Arms Sales Ethics, Middle East Clients (Jose Luis Whitaker Ribeiro Interview; FOLHA DE SAO PAULO, 21 Mar 86) .....	37
Itamaraty Withholds Comment on Arms Sales to Libya (O GLOBO, 26 Mar 86) .....	44
French Concerns Over Increasing Arms Exports, Clients (Real Junior; O ESTADO DE SAO PAULO, 25 Mar 86) .....	45
U.S. \$6 Billion in Arms Sales Under Negotiation (O GLOBO, 3 Apr 86) .....	47
No Arms Sales to Saudi Armed Forces Finalized Yet (Roberto Godoy; O ESTADO DE SAO PAULO, 7 Mar 86) .....	48
Distribution of Arms Catalogue to 105 Countries Initiated (O ESTADO DE SAO PAULO, 4 Apr 86) .....	50
General Central Organization of Workers Formed; Reaction (O ESTADO DE SAO PAULO, 25 Mar 86; O GLOBO, 30 Mar 86) .....	52
Central Union Organization Formed New Chairman, Joaquim dos Santos Andrade Interview	52 55
PFL Confident of Strong Performance in November Elections (O ESTADO DE SAO PAULO, 1 Apr 86) .....	58
Article Notes Progressive Church as Major Military Concern (O ESTADO DE SAO PAULO, 16 Mar 86) .....	61
EMBRAER To Develop New Airplane for International Market (O GLOBO, 26 Mar 86) .....	63

Briefs	
HELIBRAS Sales to Latin America	64
ENGESA Office in Beijing	64
BC Talks With Paris Club	64
Mitsubishi Wants To Build Astros II	65
Bandeirantes to Nigeria	65
CHILE	
UDI Leader Warns Students of Opposition Youth Group (EL MERCURIO, 30 Mar 86) .....	66
FEUC President Discusses Political Scene, University's Role (Raquel Correa; EL MERCURIO, 30 Mar 86) .....	67
Regional Planning Official Notes Drop in Poverty Level (Dania Guelfand; EL MERCURIO, 30 Mar 86) .....	73
Report on Possible Impact of Political Exiles (Mariana Grunefeld, M. Eugenia Braun; QUE PASA, 3-9 Apr 86)	75
DOMINICAN REPUBLIC	
Pacoredo, Other Parties Receive Legal Status (Manuel Volquez; LISTIN DIARIO, 11 Mar 86) .....	80
PRSC Selects Candidates in San Pedro de Macoris (Manuel Silvestre; LISTIN DIARIO, 11 Mar 86) .....	82
Shortages of Sugar, Rice, Milk Reported (Arsenio Ramirez; LISTIN DIARIO, 4 Mar 86) .....	84
Deputies Approve Contracts for Two Hydroelectric Projects (LISTIN DIARIO, 6 Mar 86) .....	86
GRENADA	
Government Reviews Political, Economic, Social Progress (TRINIDAD GUARDIAN, 14 Apr 86) .....	88
GUYANA	
Paper Reports on Government's Private Sector Awards Scheme (TRINIDAD GUARDIAN, 16 Apr 86) .....	90
Briefs	
WPA Challenge to TUC	91
Support for Catholic Standard	91

## NICARAGUA

Wheelock Interviewed on Agrarian Reform Law (Jaime Wheelock Roman Interview; BARRICADA, 4 Mar 86) .....	92
PLI's Coronado Interviewed on Revolution, National Dialogue (Eduardo Coronado Interview; EL NUEVO DIARIO, 17 Apr 86) .	97
Potato Production, Marketing Problems Explained (BARRICADA, 7 Mar 86) .....	100
Food, Transport, Fuel Price Increases Announced (LA PRENSA, 10 Mar 86) .....	102
Briefs	
PSD Neighborhood Plan	105
PSC Youth Elections	105

20 MAY 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Argentine, Chilean Businessmen Hold Regional Integration Talks (Hugo Traslavina; HOY, 31 Mar-6 Apr 86).....	1
New Monetary System To Be Proposed to Regional Leaders (EL MERCURIO, 28 Mar 86).....	5
Parazon Opens Offices in Buenos Aires To Foster Trade (EL MERCURIO, 31 Mar 86).....	7
Havana Radio Sees Chilean, Philippine Parallel (Havana International Service, 20 Apr 86).....	10

## ARGENTINA

Army Chief Discusses 'War Abuses' Trials (DYN, 25 Apr 86).....	12
La Rioja Governor Menem Maps Strategy for 1989 Elections (Luis Calvo Anglada; AMBITO FINANCIERO, 7 Apr 86).....	13
Intransigent Party Puts Conditions on Political Alliances (LA VOZ DEL INTERIOR, 7 Apr 86).....	15
San Juan Radicals Reject Alignment With Bloquist Party (Ricardo Sarmiento; AMBITO FINANCIERO, 7 Apr 86).....	17
UCR Seeks Broad Consensus on Political Alliances (Ricardo Sarmiento; AMBITO FINANCIERO, 9 Apr 86).....	20
Briefs	
Television Program on General Camps	22
End of Radio Workers Strike	22

## BRAZIL

SAO PAULO Poll Shows PT Candidate Ahead: Sarney Concerned (FOLHA DE SAO PAULO, 22 Mar 86; O ESTADO DE SAO PAULO, 10 Apr 86).....	23
Breakdown of Poll Figures	23
Reaction From Sarney, Alves	24
Government To Reexamine Arms Exports to Libya (O ESTADO DE SAO PAULO, 16 Apr 86).....	27
Bishop's Conference Concludes, Issues Document (FOLHA DE SAO PAULO, 19 Apr 86).....	28
PFL Closes First National Convention in Harmony (O GLOBO, 21 Apr 86).....	30
Pakistani Legislative Group Visits Congress (Brasilia Domestic Service, 15 Apr 86).....	31
Causes for Reluctance To Discuss Services in GATT Talks Seen (GAZETA MERCANTIL, 2 Apr 86).....	33
Briefs	
Surgery for Industry Minister	35
Apology for Colombia Incursion	35
Hungarian Delegation to PCB Festival	35
First Quarter Trade Surplus	35
Tin Production	36
EMBRAER To Double 1985 Exports	36

## CHILE

Briefs	
Workers To Meet Underground	37

## COLOMBIA

Gomez on Nicaraguan Claims, Peace Process, Rural Reform (EL PAIS, 13 Apr 86).....	38
Alert on San Andres and Providencia	38
Social Policy Outlined, by Alberto Saldarriaga B.	40
Rural Campaign	43
Contracts for Export of 60 Million Tons of Cerrejon Coal (EL PAIS, 13 Apr 86).....	46

## CUBA

- Interviews on Management's Role in Labor Indiscipline  
(Alberto Pozo, et al.; BOHEMIA, No 13, 18 Mar 86)..... 48

## ECUADOR

- Further Reportage on Failed Coup Attempt  
(Various sources, various dates)..... 61
- Febres: Country's Image Damaged 61  
Army Commander Accused of Conspiracy 62  
Asanza Upholds Constitution 62  
President Said 'Mainly Responsible' 63
- Congress President Announces 'Withdrawal' From Post  
(Radio Quito, 3 Apr 86)..... 64

## GUATEMALA

- Opposing Views Surround Contadora Efforts  
(PRENSA LIBRE, 20 Feb 86; DIARIO DE CENTRO AMERICA,  
14 Feb 86)..... 66
- OAS Efforts Supported, by Pedro Galvez P. 66  
Cerezo Cites Accomplishments 67
- Foreign Minister on Neutrality, Military Exercises  
(EL GRAFICO, 14 Feb 86)..... 70
- Price Structure Blamed for Shortages, Need To Import  
(Editorial; EL GRAFICO, 27 Feb 86)..... 71
- Price Ceiling List Revised, 295 Products Withdrawn  
(EL GRAFICO, 28 Feb 86)..... 73
- Japan Studies Investment Opportunities in Guatemala  
(EL GRAFICO, 28 Feb 86)..... 75

## HONDURAS

- Editorial Says U.S. Presence 'Permanent'  
(Editorial, Victor Meza; TIEMPO, 11 Feb 86)..... 76
- PINU Opposes Suspension of Local Elections  
(TIEMPO, 26 Feb 86)..... 78
- Structural Changes in Government Urged by CONOCH  
(LA TRIBUNA, 27, 28 Feb 86; TIEMPO, 17 Feb 86)..... 80
- Proposal Outlined, by Francisco Hernandez Umanzor 80  
Montoya in Agreement 84

CGT Calls for Action, by Francisco Hernandez Umanzor	85
Differences Under Discussion, by Francisco Hernandez	86
Critics Assail Azcona's Economic Cabinet (LA TRIBUNA, 5 Mar 86).....	88
Foreign Minister Said To Lack Strategy (Editorial; LA TRIBUNA, 6 Mar 86).....	89
FUTH Leader on Ramos, Callejas Candidacies (TIEMPO, 24 Feb 86).....	91
Maradiaga Discourages Campaign Supporters (TIEMPO, 11 Feb 86).....	92
Independent Faction Condemns Monarca Faction, Azcona (LA TRIBUNA, 20 Feb 86).....	93
Bankers Protest Preferential Treatment for Armed Forces Bank (TIEMPO, 12 Feb 86).....	96
Teachers Claim Communist Infiltration of Government (LA TRIBUNA, 7 Mar 86).....	98
Briefs	
Cotton Growers Face Crisis	99

#### NICARAGUA

Ortega on Human Rights, Miskito Autonomy, Contras (Daniel Ortega Interview; DER SPIEGEL, 28 Apr 86).....	100
PPSC Leader on Constitutional Process (Mauricio Diaz Interview; EL NUEVO DIARIO, 31 Mar 86).....	107
PCD Threatens Walkout Over Constitutional Process (LA PRENSA, 4 Apr 86).....	113
BARRICADA Upholds Political Nature of EPS (Editorial, Onofre Guevara L.; BARRICADA, 6 Apr 86).....	115
LA PRENSA To Receive East Bloc Supplies (LA PRENSA, 3 Apr 86).....	118
Briefs	
Cuban 'Professors' Arrive	119

#### PARAGUAY

Article Condemns U.S. Raid on Libya (Humberto Dominguez Dibb; HOY, 16 Apr 86).....	120
---	-----

Romero Arza Reacts to Stroessner's Criticism (EL DIARIO, 13 Apr 86).....	121
Government Refuses To Authorize Rally (ULTIMA HORA, 11 Apr 86).....	123
Relatives of Missing Persons Issues Communique (AFP, 10 Apr 86).....	124
List of Casualties From Thwarted Political Rally (Radio Nanduti, 13 Apr 86).....	125
Opposition Leaders Arrested in Clashes With Police, Army (DPA, 13 Apr 86).....	126
Febrerista Party Members Detained for Questioning (Oscar Acuna Torres Interview; Radio Primero de Marzo, 24 Apr 86).....	127
Police Teargas Students in Downtown Asuncion (ULTIMA HORA, 24 Apr 86).....	128
Doctors Detained, Demonstration Banned (Radio Primero de Marzo, 23 Apr 86).....	129
Information Under Secretary Reacts to Editorial (PATRIA, 9 Apr 86).....	130
Police Prevent Seminar on 'Investigative Journalism' (HOY, 24 Apr 86).....	131
Briefs New Colorado Party Publication.....	132

## PERU

San Marcos Cuts Administrative Staff (Antonio Cornejo Polar Interview; EL COMERCIO, 14 Mar 86)...	133
Civil Guard Officers Implicated In Smuggling (EL NACIONAL, 31 Mar 86).....	135
New International Airport Sought In Orcotuna District (EL COMERCIO, 23 Mar 86).....	136
Rice Production, Consumption, Cost Figures Given (EL COMERCIO, 23 Mar 86).....	137
Abundance of Fish Attracts Foreign Fishermen (Ernesto Sanchez Sarmiento; EL COMERCIO, 1 Apr 86).....	141

/6539



27 MAY 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Caribbean Progressives in CNM Issue Statement (CRUSADER, 12 Apr 86) .....	1
Jamaican Trade Mission in Trinidad Urges Joint Ventures (TRINIDAD GUARDIAN, 18 Apr 86) .....	3
Windward Islands Register Gains in Banana Exports (CANA, 24 Apr 86) .....	5
Briefs	
Compton in St Vincent .....	6

## ARGENTINA

Mutual Advantages in Argentine-Brazilian Agreement Cited (Luis A. Terencio; AEROESPACIO, Mar-Apr 86) .....	7
Armed Forces Reorganization 'Realities' Considered (AEROESPACIO, Mar-Apr 86) .....	9
Briefs	
Trade Talks With Hungary .....	11

## BAHAMAS

FNM's Isaacs Cited as 'Incompetent' Leader (THE TRIBUNE, 25 Mar, 4 Apr 86) .....	12
Turnquest's Remarks, by Alexis Wallace .....	12
Pindling Makes Charges, by Anthony Forbes .....	14
Changes in FNM No-Confidence Motion To Be Queried (Anthony Forbes; THE TRIBUNE, 4 Apr '86) .....	17

PLP Chairman McWeeney Discounts FNM Election Prediction (Athena Damianos; THE TRIBUNE, 25 Mar 86) .....	18
Haitian Issue Said To Reveal PLP Setback to Pindling (Athena Damianos; THE TRIBUNE, 15 Apr 86) .....	19
Political, Banking Figures Accused of Involvement in Drugs (Anthony Forbes; THE TRIBUNE, various dates) .....	21
Money Laundering .....	21
Accusations Against Isaacs .....	22
Banker's Denial .....	23
Criticism Attends Government Talks With Cuba; PLP Responds (THE TRIBUNE, various dates) .....	25
Action Group's Fears, by Anthony Forbes .....	25
PLP on Talks, by Anthony Forbes .....	26
Pindling Slap at FNM, by Anthony Forbes .....	27
FNM Request for Details .....	28
Government To Conduct Survey of Nation's Labor Force (THE TRIBUNE, 25 Mar 86) .....	29
Haitian Immigrants Continue To Stir Attention (THE TRIBUNE, various dates; CANA, 15 Apr 86) .....	30
Bimini Roundup .....	30
Ban on Haitian Leader, by Anthony Forbes .....	30
Haitian Government Cooperation, by Dan Sewell .....	32
FNM-Sansaricq Meeting, by Anthony Forbes .....	33
Roker Position .....	34

#### BOLIVIA

Trotskyist Infiltration at University Reported (AFP, 18 Apr 86) .....	35
Foreign Minister Discusses Economic Plan, Recovery Prospects (Susana Colombo; CLARIN, 9 Apr 86) .....	36
COB Announces 'Escalation of Union Struggle' (EFE, 17 Apr 86) .....	39
Briefs	
Threats to Democracy Warning .....	40
Karachipampa Workers Reportedly Dismissed .....	40

#### BRAZIL

Seven Leftist Groups Analyzed (O GLOBO, 27 Apr 86) .....	41
---	----

Envoy to Mexico Interviewed on Foreign Debt Problem (NOTIMEX, 7 Mar 86) .....	44
Rains Bring Floods to Four Northeastern States (FOLHA DE SAO PAULO, 26 Mar 86) .....	45
Briefs	
Gold Reserves Up	47
Industrial Production Up 12.3 Percent	47
Banking Reform in 2 Months	48
Coffee Exports	48
Trade Talks in East Europe	48
First Region Commander Installed	49
Navy Officers Installed	49
Citizen Arrested in Israel	49

## CHILE

Santiago Mayor Holds Meeting With Counterpart in Beijing (EL MERCURIO, 12 Apr 86) .....	50
MDP President Almeyda on Opposition's Struggle (Santiago Radio Chilena, 21 Apr 86) .....	51
Socialists Propose 'Pact for Social Justice' (EFE, 24 Apr 86) .....	52
National Union Rejects Accord With Communists (EL MERCURIO, 17 Apr 86) .....	53
Christian Democratic Youth Holds Congress (Santiago Radio Chilena, 9 Apr 86) .....	55
Briefs	
'Demands' for Democracy	57

## CUBA

Briefs	
Miret Presides Over Electronics Meeting	58
Measures Against Illegal Residents	58

## GRENADA

Columnist Rickey Singh Questions Government Actions (WEEKEND NATION, 11-12 Apr 86) .....	59
---	----

## JAMAICA

Parties Trade Barbs Over Cuba Links, Foreign Policy (THE DAILY GLEANER, 8 Apr 86) .....	61
PNP Leader on 'Pluralism'	61
Questions From JLP	61

New Political Party Formed To Push for U.S. Statehood (THE DAILY GLEANER, 8 Apr 86) .....	63
Government Silent, But Others Score U.S. Raid on Libya (CANA, 16 Apr 86) .....	64
GLEANER Sees U.S. Raid on Libya as 'Unjustified Act' (Editorial; THE DAILY GLEANER, 17 Apr 86) .....	66
Columnist Examines Pre-Election Political, Economic Climate (Carl Stone; THE DAILY GLEANER, 2 Apr 86) .....	67
JLP, PNP Vow To Avoid Violence in Local Election Campaigns (THE DAILY GLEANER, 10 Apr 86) .....	69
Governor General's Throne Speech Opens Parliament (Florizel Glasspole; THE DAILY GLEANER, 3 Apr 86) .....	70
House Unit Proposes Increases in Budget Allocations (THE DAILY GLEANER, 18 Apr 86) .....	75
PNP Raps Throne Speech, Tax Burden Imposed by JLP (THE DAILY GLEANER, 29 Apr 86; THE SUNDAY GLEANER, 13 Apr 86) .....	76
Reaction to Speech .....	76
Blast at Tax Record .....	77
Seaga Defends Supplementary Estimates, Divestment Policy (THE DAILY GLEANER, 1 Apr 86) .....	78
1986-87 Budget Proposal Shows Increase in Expenditures (THE DAILY GLEANER, 4 Apr 86) .....	80
Major Provisions .....	80
Budget Highlights .....	82
Vaz: Expected Gains From Deregulation Not Materializing (THE DAILY GLEANER, 1 Apr 86) .....	83
Government, Farmers, Paper in Dispute Over St Mary Agriculture (THE DAILY GLEANER, 9, 12 Apr 86) .....	84
Ministry-GLEANER Differences .....	84
Farmers' Reaction .....	85
Oil-to-Coal Conversion of Alumina Production Studied (TRINIDAD GUARDIAN, 2 Apr 86) .....	87
Briefs	
Drugs Threat to Shipping .....	88
Bank Divestment .....	88

## MEXICO

### Briefs

Veracruz PRI Gubernatorial Candidate	89
--------------------------------------	----

## MONTserrat

No Changes Foreshadowed in Report on Economy (THE DAILY GLEANER, 9 Apr 86) .....	90
---	----

## NICARAGUA

Paper Assesses Future Course of PL1 (EL NUEVO DIARIO, 25 Apr 86) .....	92
---	----

Peasants Defend Landowner's Right to Property (EL NUEVO DIARIO, 1 Apr 86) .....	94
--	----

BARRICADA Notes Obstacles to Enterprise Production (BARRICADA, 7 Apr 86) .....	96
---	----

Perils of Road-Building Described (BARRICADA INTERNACIONAL, 17 Apr 86) .....	98
---	----

### Briefs

Prices of Dairy Products	100
--------------------------	-----

## PARAGUAY

Politician Compares Regime With Fascism, Nazism (Asuncion Radio Nanduti, 14 Apr 86) .....	101
--	-----

Liberal Party Protests Member's Arrest (Asuncion Radio Nanduti, 15 Apr 86) .....	102
---	-----

Paraguayan Exile on Stroessner's Health (TELAM, 16 Apr 86) .....	103
---	-----

FRG Press Attache Denied Entrance to Airport (EL DIARIO, 21 Apr 86) .....	104
--	-----

Demonstration Dispersed With Water Cannon (Miguel Angel Arguello; Asuncion Radio Nanduti, 18 Apr 86)	105
---	-----

## PERU

### Briefs

New Oil Wells Drilled	106
IU, APRA Oppose IMF	106
Argentine Credit Agreement	106
Inflation Statistics	106
Concern for Students in Kiev	106
New Republican Guard Director	107

## ST LUCIA

Two Parties Vow 'Peaceful' Campaign, PLP Demurs (DAILY EXPRESS, 21 Apr 86) .....	108
PLP Organ Reports, Comments on SLP Public Rally, Speeches (CRUSADER, 12 Apr 86) .....	109
Coverage of Meeting	109
Rosie Douglas Remarks	112
Opposition Takes Issue With Compton's Policies (WEEKEND NATION, 4-5 Apr 86; DAILY EXPRESS, 21 Apr 86) ...	113
Cenac on Unemployment, by Earl Bousquet	113
SLP Letter on Fuel Prices	114
Compton Defends Proposed Changes in Tax System (Earl Bousquet; WEEKEND NATION, 11-12 Apr 86) .....	115
Unions Criticize Government Attitudes Toward Workers (Various sources, various dates) .....	117
Teachers Rally	117
Complaint to ILO, by Earl Bousquet	117
SLP, PLP Involvement	118
New Investment Forecast, But Some Firms Pulling Out (CANA, 14 Apr 86) .....	120

## TRINIDAD AND TOBAGO

Election Campaign Activities Engage PNM, NAR Leaders (Various sources, various dates) .....	122
NAR Warning of 'Tricks'	122
Declining PNM Support	122
Situation in Caroni	123
Discussion of Poll	124
Robinson Address	124
NAR Election Postponement	125
NAR Leader Robinson Interviewed on Political Views (TRINIDAD GUARDIAN, 14 Apr 86) .....	126
Muslim Leader Raps U.S., Threatens Local Retaliation (DAILY EXPRESS, 17 Apr 86; TRINIDAD GUARDIAN, 18 Apr 86)	128
Visit to Libya, by Deborah John	128
Threats Against Government, by Francis Joseph	128

Central Bank Reports on 1985 Economic Situation (CANA, 12 Apr 86) .....	130
Officials Discuss Declines in Oil Output, Revenue (DAILY EXPRESS, 16 Apr 86) .....	133
Manning Remarks, by Omatie Lyder	133
Impact of Price Cuts	133
Briefs	
Cedros Offshore Patrolling	135

#### URUGUAY

Briefs	
Habib's Visit Noted	136
Relations With PRC, Taiwan	136
Broad Front's New Political Board	136
Broad Front Protests Vote	136
Ferreira Charges Government	137

/7310



28 MAY 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Regional Political Parties React to Paraguay's Domestic Events (EFE, 27 Apr 86; AFP, 30 Apr 86) .....	1
Uruguay's Colorados Support Opposition Socialists Protest .....	1 1
Ecuador, Colombia Integration Ministers Meeting (Quito Voz de los Andes, 9 Apr 86) .....	3
Preferential Treatment for Ecuador, Bolivia (Quito Radio Quito, 23 Apr 86) .....	4
Briefs	
Argentine-Bolivian Gas Contract .....	5
Argentine-Chilean Economic Commission .....	5
Labor Leader's Entry Refused .....	5
Inter-American Navy Conference .....	6
International Spy Ring Uncovered .....	6
Labor Unionists Condemn Repression .....	6

## ANTIGUA AND BARBUDA

Project Funding, Debts To Be Discussed With U.S. Team (CANA, 23 Apr 86) .....	7
Speed Up in Release of UK Aid Sought by Government (TRINIDAD GUARDIAN, 12 Apr 86) .....	10
Maritime Boundary With Guadeloupe Discussed With French (HERALD, 28 Mar 86) .....	11
Barbuda Council Chairman Airs Complaints, Island's Needs (Arthur Nibbs; HERALD, 28 Mar 86) .....	13
Problems With Cotton Crop Attributed to 'Attitude' (HERALD, 28 Mar 86) .....	15

Briefs		
UNDP Elections		17
Tractors for Farming		17
BRAZIL		
SCIENCE AND TECHNOLOGY		
Government's Four-Year Plan To Emphasize S&T (I PLANO NACIONAL DE DESENVOLVIMENTO DA NOVA REPUBLICA 1986-1989, Nov 85) .....		18
Sao Carlos Magnet for Advanced R&D (Ana Luiza Mahlmeister; DADOS E IDEIAS, Mar 86) .....		28
Information Technology Research at Paraiba University (Rodolfo Lucena; DADOS E IDEIAS, Feb 86) .....		35
CHILE		
Politicians Polled on Constitutional Reforms Issue (Maria Eugenia Camus, Maria Jose Luque; ANALISIS, 8-14 Apr 86) .....		46
Counterfeit Ring Uncovered, Possible Drug Trafficking Links (EL MERCURIO, 25 Mar 86) .....		55
CUBA		
Briefs		
INTUR Accepting Additional Currencies		57
ECUADOR		
Febres Cordero on U.S.-Libyan Conflict (Quito Radio Quito, 18 Apr 86) .....		58
Vice President Discusses Country's Economic Growth (Quito Voz de los Andes, 14 Apr 86) .....		59
Oil Expert Reviews Current National Situation (Quito Radio Quito, 11 Apr 86) .....		61
GRENADA		
MBPM's Radix Scores U.S. Military Exercise in Region (CANA, 20 Apr 86) .....		62
Airport Security Needs Linked to Qadhdhafi Threat (THE GRENADIAN VOICE, 12 Apr 86) .....		63

Concern Over Police Behavior, Privileges for 'Big Shots'	
(THE GRENADIAN VOICE, 12 Apr, 22 Mar 86) .....	65
SSU Abuses, by Lloyd Noel	65
Police Responsibilities, Editorial	66
Cocaine Dealing	67
Threat to Law and Order	69
Paper Discusses Issue of Control of 'Discovery TV'	
(THE GRENADIAN VOICE, 22 Mar 86) .....	71
Chester Humphrey Seen as Exerting Influence on Union	
(THE GRENADIAN VOICE, 12 Apr 86) .....	73
Nutmeg Industry Termed 'Healthy' as Prices Rise	
(THE GRENADIAN VOICE, 22 Mar 86) .....	74
Blaize Notes Threat to Banana Exports to Britain	
(DAILY EXPRESS, 21 Apr 86) .....	76
Briefs	
Radio Manager	77

#### GUATEMALA

Briefs	
New Ambassador to Chile	78
Aid Agreement With FRG	78

#### GUYANA

Prime Minister Green Addresses Energy Situation	
(GUYANA CHRONICLE, 7 Mar 86) .....	79
National Assembly Opens Debate on Proposed 1986 Budget	
(Colin King; GUYANA CHRONICLE, 7 Mar 86) .....	81
National Assembly Told Regional System Improvement Plans	
(GUYANA CHRONICLE, 7 Mar 86) .....	83
Briefs	
Commitment to Caricom	84
Rice for St Lucia	84

#### HAITI

Decrees Nationalizing Duvalier Property Published	
(Henri Namphy, et al.; LE PETIT SAMEDI SOIR, 22-28 Feb 86)	85
System for Closer Ties With Populace Proposed to CNG	
(Raoul Jacques; LE PETIT SAMEDI SOIR, 22-28 Feb 86) .....	87

## HONDURAS

Political Repercussions of PUN Analyzed (LA TRIBUNA, 11 Feb 86) .....	89
Small Party Membership in Jeopardy From TNE Restructuring (LA TRIBUNA, 27 Feb 86) .....	93
Briefs	
Tome Represents Supreme Court .....	94

## MEXICO

Coinvestment Agreement Signed With Bank of Montreal (EXCELSIOR, 2 Apr 86) .....	95
Commercial Sector Figure Sees Need for Debt Moratorium (EXCELSIOR, 28 Mar 86) .....	96
Clouthier Considering Sinaloa PAN Candidacy, Risks to Family (EXCELSIOR, 16 Mar 86) .....	97
Briefs	
Subsidies Justification Cited .....	100
Planned Chihuahua Assembly Plants .....	100

## NICARAGUA

Godoy Sees Need for U.S., Soviet Input Into Peace Initiative (Hildegard Stausberg; FRANKFURTER ALLGEMEINE, 24 Apr 86) .....	101
Sandinists Destroy Nine Miskito Villages (Pedro J. Chamorro; LA NACION, 19 Apr 86) .....	104
Briefs	
Country's Oil Supply Guaranteed .....	106

## ST CHRISTOPHER AND NEVIS

Simmond's Position on Privatization, Development Hit (Editorial; THE LABOUR SPOKESMAN, 12 Mar 86) .....	107
Opposition Organ Criticizes Government Sugar Policy (THE LABOUR SPOKESMAN, 29 Mar 86) .....	110
List of Charges, by Fitzroy Bryant .....	110
Review of Government Actions, Editorial .....	113
Government Praised for Helping Hand to Agriculture (THE DEMOCRAT, 29 Mar 86) .....	117

VENEZUELA

Several Groups Reject U.S. Attack on Libya (Manuel Villar; Havana International Service, 18 Apr 86)	120
OPEC Countries Agree To Lower Production (Caracas Television Service, 22 Apr 86) .....	121

/9986



30 MAY 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

- Guyana Police Seek Trinidad Suspects in Religious Killing  
(SUNDAY GUARDIAN, 27 Apr 86)..... 1

## BAHAMAS

- FNM: Voter Registration Irregularities in Grand Bahama  
(Athena Damianos; THE TRIBUNE, 22 Apr 86)..... 3
- House Rejects 'Select-Committee' Probe of Education Row  
(Anthony Forbes; THE TRIBUNE, 18, 23 Apr 86)..... 6
- Debate on FNM Proposal..... 6  
Teachers Union 'Militancy'..... 7
- Labor Union Involvement in Politics Discussed  
(Anthony Forbes; THE TRIBUNE, 21 Apr 86)..... 8
- Turnquest on Party Affiliations..... 8  
Seedbed for 'Conflict'..... 11
- Airport Improvements Ready; Radar Project Advances  
(THE TRIBUNE, 16 Apr 86)..... 13

## BOLIVIA

- Religious Sects 'Bridgeheads' for Communism  
(EL DIARIO, 23 Apr 86)..... 14
- Students Demand Increase in University Budget  
(AFP, 3 May 86)..... 16

## Briefs

IMF Extends Deadline	17
Joint Military Maneuvers Protest	17
Children Malnutrition Statistics	17
Counterfeit U.S. Dollars	18

## BRAZIL

Sarney's Popularity Rises to 92 Percent Following Package (O GLOBO, 20 Apr 86).....	19
Adviser Borja Views Sarney, Risks in Economic Package (Celio Borja Interview; CORREIO BRAZILIENSE, 23 Mar 86)....	21
Parties Choosing To Operate Clandestinely Discussed (O GLOBO, 20 Apr 86).....	28
Illegal Existence Preferred	28
Other Clandestine Parties, by Leticia Borges	30
Adaptation of Banking Sector to Economic Package Discussed (EXAME, 31 Mar 86).....	33
Prime Rate Decline Allows Savings of \$60 Million (Regis Nestrocvski; O GLOBO, 22 Apr 86).....	45
FRG Firms Intend To Invest Roughly \$5 Billion by 1990 (Germano de Oliveira; O ESTADO DE SAO PAULO, 25 Apr 86)....	46
Hungarian Press Lauds Diplomatic, Trade Relations (MAGYAR HIRLAP, 21 Mar 86).....	48
GDR Sponsors 'Technical Week' To Promote Technology Exchange (Yves Leon Winandy; GAZETA MERCANTIL, 1 Apr 86).....	50
Army Tests Bofors RB-70 Anti-Air Missile Near Brasilia (O GLOBO, 20 Apr 86).....	53
Embraer Prepared To Produce First Supersonic Aircraft (O ESTADO DE SAO PAULO, 23, 25 Apr 86).....	54
Included in Strategic Plan	54
Ready for Preparatory Work, by Bartolomeu Rodrigues	54
Briefs	
Doctors to Cuba, Nicaragua	56

## CHILE

Cuban Commentary on Pinochet's Repressive Regime (Havana International Service, 1 May 86).....	57
---	----

Internal Situation Seen 'Shortening' Pinochet's Term (Havana International Service, 27 Apr 86).....	59
Deputy Minister Covarrubias Views Ties With PRC, U.S. (Sergio Covarrubias Interview; LA TERCERA DE LA HORA, 27 Apr 86).....	61
Poll Shows University Students Favor Democracy (Senen Conejeros; EFE, 4 May 86).....	64
Opposition Views Use of Force as 'Legitimate' (Juan Jose Foundes; EFE, 1 May 86).....	66
Briefs	
Telephone Service Cut	68
AD Supports Civil Assembly	68
Soviet Crewmen Hospitalized	68
Health Minister Expelled	69
Union Leader Resigns	69
CUBA	
Briefs	
Expansion of Oil Storage Capacity	70
MTT Exercises 'Outstanding'	70
DOMINICA	
Banana Industry Gets UK Aid, Reports on 1985 Results (DAILY EXPRESS, 22 Apr 86; TRINIDAD GUARDIAN, 24 Apr 85)...	71
\$2.5-Million Gift	71
Annual Report	71
Briefs	
Brazilian Envoy	73
JAMAICA	
PNP Official Explains Foreign Visits of Party Figures (Paul Robertson; THE DAILY GLEANER, 19 Apr 86).....	74
NICARAGUA	
Costa Rica Termed 'Modern Colony' of U.S. (EL NUEVO DIARIO, 6 May 86).....	76
Briefs	
New Miskito Labor Union	77
Hungarian Donation	77
LA PRENSA Delivery Delayed	77
Infant Mortality Rate	77

## PARAGUAY

Domingo Laino on Transition to Pluralist Democracy (Buenos Aires Domestic Service, 30 Apr 86).....	78
Military Attache Denies Report on Salvadoran Refugees (EL DIARIO, 27 Apr 86).....	80
CBS Correspondents Leave Asuncion 'Disgusted' (AFP, 8 May 86).....	82
University Student Wounded During Police Action (EL DIARIO, 25 Apr 86).....	83
Colorado Members Seek Harmony for Centennial (LA TARDE, 30 Apr 86).....	84
Briefs	
Police Release Journalist	86
Judge Orders Doctors Released	86
Journalists Beaten by Police	86
Febrerista Youth Leaders Released	86
Union Meetings Prevention	87

## ST VINCENT AND THE GRENADINES

Briefs	
1985 Banana Production	88

## TRINIDAD AND TOBAGO

Robinson Remarks Spearhead NAR Political Campaign (Various sources, various dates).....	89
Possibility of Trinidad Run, by Norris Solomon	89
Query of Government Finances	90
Critique of Political System, by Gail Alexander	91
NAR Program	92
Foreign Minister Discusses UN Stand, Following Criticism (TRINIDAD GUARDIAN, 25 Apr 86).....	93
Political Figures Comment on Terrorism, Countermeasures (TRINIDAD GUARDIAN, 26 Apr 86).....	95
Fishermen Complain of 'Piracy'; Panday Urges Patrols (TRINIDAD GUARDIAN, 29 Apr 86).....	98
Situation Off Cedros	98
Panday Reaction	98

ILO Official Sees Layoffs, Cutbacks as Recipe for Unrest (TRINIDAD GUARDIAN, 25 Apr 86).....	100
AMOCO Makes Offshore Oil Find; Satellite Drilling Planned (TRINIDAD GUARDIAN, 26 Apr 86; SUNDAY GUARDIAN, 27 Apr 86).....	101
Report on Discovery, by John Babb	101
Satellite Drilling Technique	102
Briefs	
Loan for Rice	104
URUGUAY	
Seregny Cites 'Dangers' of U.S. Policy (Nelson Marcos; Havana International Service, 24 Apr 86)..	105

/6539



5 JUNE 1986

## LATIN AMERICA REPORT

## CONTENTS

## ANTIGUA AND BARBUDA

ATLU Organ Raps Barbuda Workers' Plight, Lauds ALP (THE WORKERS VOICE, 22 Mar, 12 Apr 86) .....	1
Barbuda Situation	1
ALP Accomplishments	2
Hector: U.S. Raid on Libya Reveals Designs in South Africa (Tim Hector; OUTLET, 18 Apr 86) .....	6
U.S. Concerned About Bird Corruption, Cabinet Drugs Role (OUTLET, 18 Apr 86) .....	10
Hector, ACLM Organ Comment on Caribbean Unity (OUTLET, 18 Apr 86) .....	13
U.S. 'Dominance' in Area	13
National Movement Meeting	14
Briefs	
New Budget Director	16

## ARGENTINA

Dellepiane's Views on CGT Measures, Constitutional Reform (Raul Dellepiane Interview; LA VOZ DEL INTERIOR, 7 Apr 86)	17
CGT's 26-Point Proposal to Government Released (CLARIN, 10 Apr 86) .....	20
Degree of CGT's Political Influence Surveyed (Roberto Queimalinos; SOMOS, 23 Apr 86) .....	22

Recent INDEC Unemployment Figures Show Steady Increase (AMBITO FINANCIERO, 1 Apr 86) .....	27
---	----

## COLOMBIA

Liberal Candidate Speaks Out on San Andres, Peace Process (EL TIEMPO, 8, 11 Apr 86) .....	30
Barco: Colombian Sovereignty Indisputable, by Jesus Medina S.	30
Peace Process Has Failed	33

## HONDURAS

Political 'Understanding' With U.S. Outlined (Rodolfo Pastor F.; TIEMPO, 14 Feb 86) .....	36
Military Transition Could Face Difficulties (Editorial; TIEMPO, 14 Feb 86) .....	38
PDCH Activist Nunez Resigns From Party (LA TRIBUNA, 17 Feb 86) .....	40
Rodista Movement Undergoes Transformation (LA TRIBUNA, 17 Mar 86; TIEMPO, 17 Mar 86) .....	41
Flores New Coordinator, by Ludovico Sanchez Turcios Suazo Cordova Exits	41 43
Minister-Designate Rosenthal Predicts Demise of PUN (Antonio Pineda Green; LA TRIBUNA, 1 Mar 86) .....	46
ALIAZ Deputies Support Montoya Candidacy (LA TRIBUNA, 3 Mar 86) .....	49
COLPROSUMAH Factions Clash Over Leadership (TIEMPO, various dates; LA TRIBUNA, 18 Feb 86) .....	52
CODEH Calls for Intervention	52
Tinoco Seeks CGT Membership	52
Negotiations Under Way	53
Government Intervention Criticized, Editorial	54
Paper Says Major Parties Seek To 'Stifle' Small Parties (LA TRIBUNA, 7 Mar 86) .....	56
Labor, Business Sector, Government Seek Joint Solutions (TIEMPO, 13 Feb 86) .....	57
ANDI Seeks Protective Measures From Azcona (TIEMPO, 15 Feb 86) .....	59

ANDEPH Calls for 'Depoliticization' of Government Workers (TIEMPO, 18 Feb 86) .....	62
Contraband Trade Affecting Business of Distributing Companies (LA TRIBUNA, 19 Feb 86) .....	63
NICARAGUA	
Economic Difficulties, Labor Unrest Detailed (BARRICADA, 19, 20 Apr 86) .....	64
Ortega: Plan Can Change	64
Workers Take Over Enterprise	66
PERU	
Preparations Begin for June Socialist International Congress (EL NACIONAL, 4 May 86) .....	71
ST LUCIA	
Compton Budget Offers Projects, New Jobs, Tax Changes (THE VOICE, 26 Mar 86; THE WEEKEND VOICE, 29 Mar 86) .....	72
Tax Proposals	72
Project Plans	73
Optimism on Budget	74
Compton Criticizes Public Servants Request for Pay Increase (THE WEEKEND VOICE, 29 Mar 86) .....	76
Throne Speech Points To Bright Prospects in Economy (THE VOICE, 26 Mar 86) .....	78
Bank Report Reviews Economic Indexes for 1985 (THE WEEKEND VOICE, 29 Mar 86) .....	79
Opposition Continues Criticism of Government Policies (THE WEEKEND VOICE, 5, 12 Apr 86) .....	81
SLP on Labor Issues	81
Hecklers at SLP Rally	82
Paper Credits UWP With Betterment of Nation's Economy (Editorial; THE WEEKEND VOICE, 5 Apr 86) .....	83
Attorney General Alludes to 'Crooked' Customs Officers (THE WEEKEND VOICE, 5 Apr 86) .....	85
Caribbean National Movement Assessed, Hailed (CRUSADER, 19 Apr 86) .....	86

TRINIDAD AND TOBAGO

Text of Robinson Speech on NAR Economic, Other Programs (SUNDAY GUARDIAN, 4 May 86) .....	88
30,000 Former ONR Members Not Yet Registered With NAR (DAILY EXPRESS, 5 May 86) .....	98
NAR's Tewarie Discusses Political, Social Views (Gail Alexander; SUNDAY GUARDIAN, 11 May 86) .....	99
OWTU Official Sees Trade Union Movement Under Attack (DAILY EXPRESS, 2 May 86) .....	102

/9987

10 JUNE 1986

## LATIN AMERICA REPORT

## CONTENTS

## ARGENTINA

Senator on Unitas Maneuvers, Falklands War (Buenos Aires Domestic Service, 2 May 86) .....	1
Navy Officer Says 'War Is Possible, Here and Now' (DYN, 2 May 86) .....	2
Judge Upholds Ruling on Fishing Violation Case (DYN, 3 May 86) .....	3
Briefs	
Phosphorite Interests USSR	5
Acquittal of Navy Officer	5
Spanish Official Meets Troccoli	5

## BRAZIL

Military Do Not Fear Resurgence of Armed Struggle (O ESTADO DE SAO PAULO, 15 Apr 86) .....	6
'SS' Series Rocket Launcher Technology to Sweden, Japan (Dalton Moreira; FOLHA DE SAO PAULO, 2 Apr 86) .....	7
Composition of 'Red Wing' Within PT Discussed (O ESTADO DE SAO PAULO, 13 Apr 86) .....	9
Industrialization of Pig Iron Attracts Interest of Soviets (GAZETA MERCANTIL, 19 Mar 86) .....	11
Petrobras Projects Drop in Costs of Oil Imports in 1986 (FOLHA DE SAO PAULO, 27 Mar 86) .....	13
Briefs	
Accelerated Occupation of Antarctic Base	15
Center-South Crop Production Estimate	15

- a -

## CUBA

Abrantes on Psychology's Role in Combatting Anti-Social Behavior (Julian Vazquez Ruisanchez; GRANMA, 28 Mar 86) .....	16
Moa-Baracoa 110 Kilowatt Line Completed (Alexis Rojas Aguilera; GRANMA, 27 Mar 86) .....	18

## GUYANA

Green Courts U.S. Investors; Offshore Banking Discussed (TRINIDAD GUARDIAN, 21 Apr 86) .....	20
Trade Minister Reports Details of Protocol With Cuba (GUYANA CHRONICLE, 31 Mar 86) .....	21
Text of PNC Delegate's Speech to CPSU 27th Congress (NEW NATION, 16 Mar 86) .....	23
Joint Venture With DPRK in Gold Exploitation Readied (GUYANA CHRONICLE, 19 Mar 86) .....	25
Text of Hoyte Address on Fuel Supplies, Caricom Trade (SUNDAY CHRONICLE, 23 Mar 86) .....	26
Role of Private Enterprise in Nation's Development Aired (Raphael Noel; NEW NATION, 16 Mar 86) .....	33
PNC Organ Hits PPP for Misconstruing Production System (NEW NATION, 16 Mar 86) .....	34
Opposition MP's Hit for 'Disappointing' Budget Debate (NEW NATION, 16 Mar 86) .....	35
Jagan Scored by PNC for Missing Debate on Budget (NEW NATION, 16 Mar 86) .....	37
Coalition for Democracy Calls 'Standstill', Government Responds (Various sources, various dates) .....	38
CHRONICLE Reaction	38
Government Threat to Stability	43
Civil Disobedience, Editorial	44
Report on Standstill	45
NEW NATION's Assessment	46
Jagan's Absence	47
PNC Statement on Jagan	48
PCD's 'Strange Bedfellows'	49
'Welcome Home' to Jagan	49
PPP on Jagan's Travels	50

Rice Farmers Arrested, Board Condemns Police Action (MIRROR, 23 Mar 86; CATHOLIC STANDARD, 30 Mar 86) .....	51
Report on Demonstration	51
GRB Press Release	52
Budget Priorities Assessed, Criticized by Opposition (MIRROR, 23, 30 Mar 86; CATHOLIC STANDARD, 30 Mar 86) .....	53
List of Expenditures	53
PPP Proposals	54
Security-Spending Imbalance	55
PNC Officials Address Questions of Party's Role (NEW NATION, various dates; GUYANA CHRONICLE, 22 Mar 86)	56
Meetings With Public	56
Hoyte in Essequibo	57
Call to 'Battle'	58
Charge to Regions	58
Corbin on Development, by Lynda Shortt	59
Emphasis on Efficiency	60
Institutionalization of Meetings	60
PNC Hailed for Efforts Toward Religious Tolerance (NEW NATION, 23, 30 Mar 86; GUYANA CHRONICLE, 31 Mar 86)	62
Review of Actions	62
Equality of Religions, by P. Raphael Noel	63
Inter-Religious Assembly	64
Praise for Diversity	64
Unions Call for 'Government of National Unity' (GUYANA CHRONICLE, 11 Mar 86; MIRROR, 23 Mar 86) .....	66
Chandisingh at Seminar	66
Unions' Statement	67
Dissatisfaction With GWU	67
Nappi Villagers Cracking Down on 'Destabilizers' (NEW NATION, 16 Mar 86) .....	69
Government Continues Drive To Produce Local Flours (NEW NATION, 23 Mar 86) .....	70

## HONDURAS

U.S. Foreign Policy Questioned, Differences Underscored (Gautama Fonseca; TIEMPO, 20 Feb 86) .....	71
---	----

PINU Seeks To Curb Supremacy of Armed Forces (TIEMPO, 15 Feb 86) .....	73
PNH Official Accuses Soto of Seeking Military Support (TIEMPO, 17 Feb 86) .....	75
Labor Calls for Disengagement in Area Conflict (Editorial; TIEMPO, 26 Feb 86) .....	76
Coffee Growers Denounce Contra Presence (TIEMPO, 28 Feb 86) .....	78
Briefs	
Ortez Joins PLH Race .....	79

#### NICARAGUA

Sandinist Leaders on U.S. Policy, Nonalignment (Daniel Ortega Saavedra Interview; PROCESO, No 493, 14 Apr 86) .....	80
LA PRENSA Accused of Praising 'Genocide' (Daniel Martinez; BARRICADA, 18 Apr 86) .....	91
Ideology Termed Important for Productivity (BARRICADA, 18 Apr 86) .....	93

#### PERU

Saberbein on Short-Term Economic Outlook (Gustavo Saberbein Chevalier Interview; EL NACIONAL, 4 May 86) .....	96
Details on Alva Castro Trip to Cuba (EL NACIONAL, 3, 5 May 86) .....	102
Economic Cultural Cooperation .....	102
Ampuero Oyarce on Trip .....	103

/9986

11 JUNE 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Spanish Foreign Minister Comments on Contadora Process (EFE, 7 May 86).....	1
Caricom, Dominican Republic Discuss Extended Cooperation (NATION'S VOICE, 11 Apr 86).....	3
Jamaican Exporter in Barbados Discusses Caricom Trade (DAILY NATION, 21 Apr 86).....	5
Ecuadoran President Signs Agreements With Azcona (German Reyes; ACAN, 10 May 86).....	7
Caribbean Bank Head Blasts Influence of Foreign TV (TRINIDAD GUARDIAN, 21 Apr 86).....	9
Briefs	
CNM Message to Qadhdhafi	10
Cuban, Ecuadoran Lawyers Establish Relations	10

## BAHAMAS

Voter Registration Dispute Arises Between PLP, FNM (Anthony Forbes; THE TRIBUNE, various dates).....	11
FNM Charges	11
PLP Response	12
FNM Reiteration	13
Registration-Site Openings	14
FNM Investigation	15

Opposition Party Leader Charges Government Radio-TV Bias (Anthony Forbes; THE TRIBUNE, 2 May 86).....	16
Ruling Party's Organ, THE HERALD, To Resume Publication (Athena Damianos; THE TRIBUNE, 3 May 86).....	18
Briefs Pindling 'Campaigning'.....	20
BELIZE	
Libyan Terrorism of Local Concern on Several Counts (Editorial; THE REPORTER, 13 Apr 86).....	21
Senior Civil Servants Form Union, Seek Wage Hike (THE BELIZE TIMES, 20 Apr 86).....	23
Briefs U.S. 'Interference'.....	24
Taiwan Trade Representative.....	24
Tourism Actions.....	24
BRAZIL	
Engesa To Sell 200 Antiaircraft Armored Vehicles to Iraq (Raymundo Costa; ISTOE, 5 Mar 86).....	26
CHILE	
Historic Socialist Party Issues Political Proposal (ANALISIS, 15-21 Apr 86).....	30
Poll Shows Majority of Students Committed to Democracy (Carlos Huneeus; HOY, 14-20 Apr 86).....	36
Shantytown Dwellers' Congress Aimed at Unification (Paulina Modiano; CAUCE, 14-20 Apr 86).....	45
COLOMBIA	
Bank of Bogota Losses, Problems of Financial System Viewed (EL SIGLO, various dates).....	49
876 Million Pesos Lost, by Raul Rodriguez Puerto.....	49
Banks Selling UPAC Shares, by Raul Rodriguez.....	50
Analysis of Banking Sector.....	52
Oil Production Sets New Record in Late March (EL SIGLO, 4 Apr 86).....	54
Shoe Exports Projected To Reach \$100 Million in 1986 (EL SIGLO, 7 Apr 86).....	55

Briefs		
Rice Exports to Iran		57
CUBA		
Friendship Treaty With North Korea Published (GRANMA, 12 Mar 86).....		58
Funding System for Material Incentives Undergoing Change (Jose M. Norniella; GRANMA, 26 Mar 86).....		62
Automation, Computer Meeting Addressed by Miret (Roberto P. Fonseca; GRANMA, 8 Mar 86).....		64
DOMINICA		
Brazilian Envoy Discusses Cooperation, Central America (CANA, 14 Apr 86).....		66
ECUADOR		
Foreign Minister Denies Foreign 'Military School' Accusation (Voz de los Andes, 7 May 86).....		67
Briefs		
Armed Forces Situation		68
Low-Cost Medicine		68
GRENADA		
Columnist Deplores Conditions on Petite Martinique (Lloyd Noel; THE GRENADIAN VOICE, 29 Mar 86).....		69
Union Council Urges Caution in Establishing Labor Code (SUNDAY EXPRESS, 4 May 86).....		71
GUYANA		
Government Overtures to Trades Union Congress (GUYANA CHRONICLE, DAILY EXPRESS, 3 May, 13 Mar 86).....		72
Call for Cooperation		72
Hoyte Olive Branch		72
Hoyte Addresses Muslims, Scores Racial Politics (NEW NATION, 9 Mar 86).....		73

Opposition Forces Take Aim at Government's Budget (DAYCLEAN, MIRROR, 8, 9 Mar 86).....	74
Call for Civil Disobedience	74
PPP Criticism	77
Papers Report Protest March; Riot Squad Called Out (GUYANA CHRONICLE, CATHOLIC STANDARD, 13, 16 Mar 86).....	81
PPP, WPA Role	81
Coalition for Democracy Role	81
Corbin Calls for Discipline at PNC Regional Rally (SUNDAY CHRONICLE, 16 Mar 86).....	83
Defense Force, Marine Police To Mount Joint Patrols (SUNDAY CHRONICLE, 16 Mar 86).....	84
Role of Media Debated; Bars on CATHOLIC STANDARD Eased (GUYANA CHRONICLE, 12 Mar 86; THE DAILY GLEANER, 23 Apr 86).....	85
Discussion in Parliament	85
Newsprint for STANDARD	86
Briefs	
Hoyte's 'Open Door'	87
PDM Rally Restrictions	87
Probe of Police	87
New Hoyte Aide	88
Church Council Elections	88

## HONDURAS

Nicaraguan Refugees Create Problems for Honduras (LA TRIBUNA, 11 Feb 86, 15 Mar 86).....	89
Arriving From La Mosquitia	89
Turcios Pessimistic	89
Honduran Business Sector Ponders Nicaraguan Debt (TIEMPO, 19 Feb 86).....	91
Political Campaigning Seen as Detrimental to Government (Editorial; LA TRIBUNA, 4 Mar 86).....	92
Briefs	
Flores Joins Banadesa	94

## NICARAGUA

Micoín Issues Regulation for Law on Consumer Registry (BARRICADA, 5 Apr 86).....	95
Unauthorized Cattle Transport, Sale To Be Punished (BARRICADA, 4 Apr 86).....	98
Cotton Export Prices Up: Possible Soviet Purchases (EL COMERCIO, 28 Mar 86).....	99

## PERU

Trade Agreement Signed With South Korea (EL COMERCIO, 1, 2 Apr 86).....	100
Agreement Signed	100
Korean Aid	101
Indian Community Established in Oxapampa Province (Guillermo R. Caldas; EL COMERCIO, 22 Mar 86).....	102
'El Nino' Not To Affect Country in 1986 (EL COMERCIO, 30 Mar 86).....	104
Briefs	
Gasohol Production	105

## ST CHRISTOPHER AND NEVIS

Labor Organ Comments on Caribbean Democratic Union (THE LABOUR SPOKESMAN, 19 Mar 86).....	106
--	-----

## TRINIDAD AND TOBAGO

Robinson Seeks Update on 1984 Cuban Arms Story Probe (Compton Delph; DAILY EXPRESS, 18 Apr 86).....	109
Disposition of Drugs Report Sparks Questions, Criticism (TRINIDAD GUARDIAN, DAILY EXPRESS, various dates).....	110
Attorney General In House, by Ramdath Jagessar	110
Implications of Government Action, Editorial	111
Union Demand	112
Martineau Statement to Senate, by Ria Taitt	112
Police Probe Possible Corruption in Importing of Rice (TRINIDAD GUARDIAN, 22 Apr 86).....	114
Tobago Threatened by Trinidad Rein on Pursestrings (Compton Delph; DAILY EXPRESS, 21 Apr 86).....	115

Union Members in Visible Disputes With Management (DAILY EXPRESS, 21, 23 Apr 86).....	116
Protest at Packing Industry	116
Red Armbands at T&TEC	116
Briefs	
Union Criticism of U.S.	118
NAR Membership	118
Petroleum Investment	118
Oil, Gas Reserves	119

#### VENEZUELA

Energy Minister Reports on OPEC Meeting (Caracas Television Service, 1 May 86).....	120
--	-----

16 JUNE 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

Reportage on Sandinist Official Deported by Mexico (ANN, 21 May 86; BARRICADA, 22 May 86) .....	1
Political Activities Planned	1
'Kidnapping' Described	2

## ANTIGUA AND BARBUDA

Union Officials Meet With Cabinet; Labor Issues Settled (THE WORKERS VOICE, 23, 26 Apr 86) .....	4
Report on Meeting	4
Outstanding Issues	6
Back Pay for Civil Servants	7
Hector's Paper Continues Criticism of Bird Government (OUTLET, 25 Apr, 2 May 86) .....	8
Critique of Public Remarks	8
Problems in Cabinet	12
V.C. Bird Responds to OUTLET Charge About U.S. Audit (HERALD, 25 Apr 86) .....	13
ACLM Organ Cites Union Unhappiness With Chief Executive (OUTLET, 25 Apr 86) .....	15
New Party Names Officers, Makes Statement of Principles (HERALD, 25 Apr 86) .....	17
Unfair Government Control of Radio, TV Charged (Editorial; OUTLET, 25 Apr 86) .....	18

Labor Feted, Opposition Hit in ALP Officials' Speeches (THE WORKERS VOICE, 3 May 86) .....	21
St Luce Message .....	21
Prime Minister's Address .....	23
Law Under Which Hector Jailed Found Unconstitutional (OUTLET, 9 May 86) .....	25
ATLU Organ Hits Government Hypocrisy on Official Wrongdoing (THE WORKERS VOICE, 10 May 86) .....	27
Beefed-Up Security Measures in Effect at Airport (HERALD, 9 May 86) .....	28

## BRAZIL

Deputies Seek To Create New States in Amazon Region (Mario Berensdorf; MANCHETE, 10 May 86) .....	29
--	----

## CHILE

Official Figures Show Unemployment Rate Down to 12 Percent (LA NACION, 27 Apr 86) .....	31
Released Data Reflect Favorable Economic Trend (EL MERCURIO, 3 May 86) .....	33
Study Indicates Defense Expenditures Reached 7.5 Percent of GDP (EL MERCURIO, 3 May 86) .....	35
Briefs	
Antigovernment Demonstrations Detailed .....	37
Workers Peace March .....	37
Palma's Sentenced Suspended .....	37
Prison Term Suspended .....	37
Students Conference Banned .....	38
Havana on Raids Protest .....	38
Carabineros To Increase Force .....	38

## COLOMBIA

Impact of Coffee Profits, 1985 Peso Devaluation Assessed (Raul Rodriguez; EL SIGLO, 3 Apr 86) .....	39
Government Not To Accelerate Pace of Devaluation (Raul Rodriguez; EL SIGLO, 8 Apr 86) .....	42
Volume of Coffee Exports to Europe Doubles in Early 1986 (EL SIGLO, 12 Apr 86) .....	44
Briefs	
March Cost of Living Rise .....	46
1985 Trade With USSR .....	46

## GRENADA

Workers Demonstrate for Higher Wages, Bonuses (THE GRENADIAN VOICE, 3 May 86) .....	47
Briefs	
Investment Projects .....	49

## GUATEMALA

Reportage on Upgrading of National Police (PRENSA LIBRE, various dates) .....	50
Rodil Outlines Need .....	50
Foreign Assistance Sought .....	51
Suchini Announces Changes .....	51
Church Seeks To Safeguard Indian Identity (PRENSA LIBRE, 13 Mar 86) .....	53
University Rector Candidate Meets With Professional Groups (PRENSA LIBRE, 17 Mar 86) .....	55
Colom Returns After 7 Years in Exile (PRENSA LIBRE, 23 Mar 86) .....	56
Carpio Elected UCN Secretary General by Unanimous Vote (PRENSA LIBRE, 23 Mar 86) .....	57

## GUYANA

PNC Organ Prints Past Kwayana Attacks on Cheddi Jagan (NEW NATION, 6 Apr 86) .....	60
Jagan's Explanation of Travel Abroad Ridiculed (NEW NATION, 6 Apr 86) .....	62
Rice Sales to Jamaica, Holland Part of Push for Markets (GUYANA CHRONICLE, 4 Apr 86; SUNDAY CHRONICLE, 6 Apr 86) .	63
GDR Fair Successes .....	63
More Rice for Holland .....	64
Trinidad Policy on Rice .....	64
Briefs	
Chinese Exodus .....	65
Envoy to Zambia .....	65

## HONDURAS

Diaz Criticizes Ascona, Callejas Government (LA TRIBUNA, 18 Feb 86) .....	66
--	----

Editorial Questions Contrás' Legitimacy, U.S. Presence (TIEMPO, 3 Mar 86) .....	68
Paper Urges Clarification of U.S. Policy (Editorial; TIEMPO, 6 Mar 86) .....	70
Church Officials Call for Government Intervention (TIEMPO, 17 Mar 86) .....	72
Lower World Oil Prices Fail To Trickle Down (Editorial; LA TRIBUNA, 12 Feb 86) .....	74
Briefs	
Consuplane Receives Aid .....	76

## JAMAICA

Seaga, Manley, Others Comment on Budget, Economic Situation (Various sources, various dates) .....	77
PNP Criticism .....	77
Public Discontent, by Aimee Webster .....	78
IMF Pressures, by Carl Stone .....	79
Cuts in Food Prices .....	81
Interviews With Seaga, Manley .....	82
Further Details From Seaga's Budget Presentation (THE SUNDAY GLEANER, 4 May 86) .....	84
Minister Denies Story Claiming Government Used PNP Oil Proposal (THE DAILY GLEANER, 6 May 86) .....	91
Export Group Studies Ways To Control Drug Smuggling (THE DAILY GLEANER, 6 May 86) .....	92
Honduran Fishermen Arrested by Coast Guard for Poaching (THE DAILY GLEANER, 6 May 86) .....	94
EEC Grants, Loans Will Give Boost to Rural Development (THE DAILY GLEANER, 7 May 86) .....	95
Government Points To Improved Tourism Record in 1985 (THE DAILY GLEANER, 7 May 86) .....	96
New U.S.-Statehood Party Claims Growing Support (THE DAILY GLEANER, 5 May 86) .....	98
New Labor Force Survey Shows Rise in Unemployment (CANA, 1 May 86) .....	99
Paper Discerns New Directions in Guyana Under Hoyte (Editorial; THE DAILY GLEANER, 24 Apr 86) .....	100

MEXICO

Citizens Queried on Fear of Breakdown in Societal Peace (EXCELSIOR, 15 May 86) .....	101
---	-----

NICARAGUA

Paper Reports on Chontales Highway Construction (Nazarena Zeledon; BARRICADA, 23 Mar 86) .....	102
CDS To Remove 62 Squatter Families From Private Land (EL NUEVO DIARIO, 1 Apr 86) .....	104

/9987



19 JUNE 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

UALA Holds Second Forum on Latin American Defense (EL PERIODISTA, various dates).....	1
Top Officers Interviewed, Julio Cesar Urien, et al. Interview Critical Issues Discussed, by Julio Huasi	1 3
Caribbean Countries Disappointed With Canadian Aid (THE DAILY GLEANER, 8 May 86).....	7
Mexican Exports, Other Economic Ties to Belize Cited (NOTIMEX, 16 May 86).....	9
Bahamas, Turks and Caicos Leaders Meet, Issue Communique (TURKS & CAICOS NEWS, 20 May 86).....	10

## BARBADOS

St John Delivers Financial Report, Budget Proposal (DAILY NATION, 3 Apr 86).....	11
Opposition Spokesman Haynes Comments on Proposed Budget (WEEKEND NATION, 4-5 Apr 86).....	27
Main DLP Points	27
Administration Failures	28
Cost-Cutting Schemes	28
Party Differences	29
Excessive Borrowing	30
Foreign Reserves	30
Defense Force Cuts	31
Assessment of Debt	31

Preelection Maneuvers by Major Parties Reported (DAILY NATION, 25 Mar 86; WEEKEND NATION, 11-12 Apr 86).....	33
DPL Speculation on Date	33
Blackman Ouster, by Al Gilkes	33
Candidate Profiles	34
St John Comments May Presage Return of Local Government (Tony Best; SUNDAY SUN, 20 Apr 86).....	35
St John Describes BLP's Postelection Economic Program (TRINIDAD GUARDIAN, 10 May 86).....	37
Ruling BLP in Split Over Constituency Candidates (DAILY NATION, 17, 21 Apr 86).....	38
Support for Blackman	38
Lynch Candidacy	39
St John Warning	39
Opposition DLP Sees Rising 'Political Tension' (DAILY NATION, 24 Apr 86).....	41
Nation Poll Measures Voter Views on Elections (Harold Hoyte; WEEKEND NATION, 25-26 Apr 86).....	42
New Voters List Due; Over 170,000 Now Eligible to Vote (SUNDAY SUN, 4 May 86).....	44
Bank Reports Increases in Tax Receipts for 1985 (BARBADOS ADVOCATE, 11 Apr 86).....	45
Central Bank Report Shows Economic Slowdown in '85 (CANA, 25 Apr 86).....	46
Government Report Profiles Population Changes (DAILY NATION, 2 Apr 86).....	49
Government Checking on Visiting Aliens Who 'Disappear' (DAILY NATION, 26 Mar 86).....	50
People's Party Leader Comments on Visit to Libya, U.S. Raid (SUNDAY SUN, 20 Apr 86).....	51
Briefs	
New Cabinet Secretary	55
Aid for Farmers	55

## BRAZIL

Resumption of Relations With Cuba Expected (O GLOBO, 4 May 86; O ESTADO DE SAO PAULO, 6 May 86).....	56
Sodre, Cuban Foreign Minister To Meet Resumption of Relations	56 56
Reportage on Sodre Arms Sales Talks During Middle East Visit (O GLOBO, 2 May 86; O ESTADO DE SAO PAULO, 1, 8 May 86).....	57
Minister Seeking More Trade With Arabs	57
Kuwait Wants To Increase Trade, by Reali Junior	58
LIBERATION: 'Contract of the Century', by Marielza Augeli	59
Resource Allocation for Armed Forces Modernization Viewed (FOLHA DE SAO PAULO, 13 Apr 86).....	61
Extent of Organized Crime Continues To Challenge Police (FOLHA DE SAO PAULO, 13 Apr 86; O ESTADO DE SAO PAULO, 7 May 86).....	71
Drug Trafficking, Smuggling Increasing, by Carlos Carolino	71
PF Jungle Survival Course	74
Briefs	
PETROBRAS President Resigns	76
Oil Found in Northeast	76
Savings in Oil Imports	76
Agricultural Trade With Spain	76
Relations With Cuba	76
Gold in Mato Grosso	76
Navy Readies Missile Project	77

## CHILE

Student Leader Charges Pinochet 'Major Obstacle to Peace' (ANALISIS, 22-28 Apr 86).....	78
Public Opinion Poll Gauges Political Leaders' Potential (QUE PASA, 10-16 Apr 86).....	80
General Viaux on Political Attitudes, Armed Forces Role (Roberto Viaux Marambio Interview; ANALISIS, 8-14 Apr 86).....	87
Bishops' Varied Stance on Political Issues Noted (Pablo Azocar, Paz Egana; APSI, 21 Apr 86).....	97

## COLOMBIA

De Soto Views Terrorism, Arms Race, Apartheid at NAM Meeting (EL ESPECTADOR, 17 Apr 86).....	102
---	-----

Banks Show First Quarter Losses Exceeding 5 Billion Pesos (EL ESPECTADOR, 6 May 86).....	104
April Cost of Living Rises 2.73 Percent (EL ESPECTADOR, 6 May 86).....	106
April Oil Production Sets New Record (Ricardo Luna Cano; EL ESPECTADOR, 10 May 86).....	108
Briefs	
Barco on Divorce	112
COSTA RICA	
Overview of Clandestine Groups, Government Response (RUMBO CENTROAMERICANO, 25 Apr-1 May 86).....	113
DOMINICA	
DLP Reprimands Election Conduct of Douglas, Mills (DAILY EXPRESS, 14 May 86).....	119
GUATEMALA	
Reaction to Cerezo's Economic Package (PRENSA LIBRE, various dates; EL GRAFICO, 10 Mar 86).....	120
Dialogue Begins	120
Sandoval Critical	121
Deficit Reduction Sought	122
Linares Outlines Plan	122
Exporters Accept Challenge	123
Anacafe Negative	124
CUSG Critical	125
Lamport Offers Advice	126
Stability Prerequisite	128
Plan Results Outlined	129
Cerezo Supports Latin American Economic Integration (Teresa Bolanos de Zarco, Susana Pezzano; PRENSA LIBRE, 19 Mar 86).....	130
Cerezo Announces Refugees May Return (PRENSA LIBRE, 15 Mar 86).....	132
Human Rights Court President on Investigations, GAM (PRENSA LIBRE, 5 Mar 86).....	133
Raquel Cerezo Seeks Foreign Help on Human Rights Issue (PRENSA LIBRE, 15 Mar 86).....	134

Villagran Announces Human Rights Commission Work Completed (PRENSA LIBRE, 15 Mar 86).....	136
Bandesa To Import, Distribute Fertilizers (PRENSA LIBRE, 21 Mar 86).....	138
Castillo Announces Diesel, Gas Price Hikes (PRENSA LIBRE, 24 Mar 86).....	139
Banquat Seeks To Curb Dollar Black Market (PRENSA LIBRE, 8 Mar 86).....	140
Cotton Growers Face Crisis Under Economic Plan (PRENSA LIBRE, 10 Mar 86).....	141
Government Encourages Production of Pharmaceuticals (PRENSA LIBRE, 18 Mar 86).....	142
Grain Hoarding Changes Import Plans (PRENSA LIBRE, 18 Mar 86).....	143
Estrada States Contraband Cause of Meat Shortages (PRENSA LIBRE, 18 Mar 86).....	144
Fegua in Crisis, New Construction Seen Solution (Alvaro Galvez Mis; PRENSA LIBRE, 16 Mar 86).....	145
CAN Delegates Elect Dawe Secretary General (PRENSA LIBRE, 6 Apr 86).....	148
Rivas Unanimously Elected PID Secretary General (PRENSA LIBRE, 7 Apr 86).....	150
MLN Reelects Sandoval Secretary General (PRENSA LIBRE, 17 Mar 86).....	152
Briefs	
Montufar Assumes Post	154
Preventing Emigration to Cities	154

## HONDURAS

COHEP, Azcona Exchange Views on Economy (LA TRIBUNA, various dates; TIEMPO, various dates).....	155
Job Creation Top Priority	155
Panting, Gomez Andino Disagree	156
Contraband Targeted	157
Price Control Rejected	157
Recommendations Outlined	158
Government Reacts Positively	160

## JAMAICA

Consumer Goods Price Cuts Highlight Seaga Budget Proposals (THE DAILY GLEANER, 30 Apr, 2 May 86).....	162
Major Features of Budget	162
Bauxite Revival Forecast	164
Rejection of Tripartite Plan	166
Exchange Rate Stabilization	166
Warning From PNP	167
JDF Cracks Racket Carrying Stowaways to U.S. (THE DAILY GLEANER, 1 May 86).....	169
Exporters Report Progress in Opening Trinidad Market (THE DAILY GLEANER, 30 Apr 86).....	171
Parliament Told of Six Month Increase in Unemployment (THE DAILY GLEANER, 2 May 86).....	173

## MEXICO

ERRATUM: Citizens Polled for View on Government Economic Policy (Adip Sabag; EXCELSIOR, 19 Mar 86).....	174
--	-----

## MONTserrat

Scheme for Autonomous Chinese 'State' Here Sparks Row (Peter Richards; CANA, 8 May 86).....	175
--	-----

## Nicaragua

East Bloc, Swedish Aid in Mine Development (BARRICADA, 10 Apr 86).....	177
Sweden Said To Cancel \$90 Million Debt (BARRICADA INTERNACIONAL, 22 May 86).....	179
Failure To Criticize Revolution Noted (EL NUEVO LAREDO, 13 Apr 86).....	180
Members of Contra 'Internal Front' Charged (BARRICADA, 23 Apr 86).....	182
Popularity of PPSC Bookstore Decried (EL NUEVO DIARIO, 18, 20 Apr 86).....	183
'Anticommunist' Books Sold, by Eduardo Estrada M.	183
High Prices Scored, by Denis Garcia Salinas	184

Wheelock on Food Production, Agrarian Reform (BARRICADA, 22 Mar 86).....	186
Food Production Rising	186
'Critical Evaluation' of Reform	187
Carrion Addresses Opening of UNAG Congress (Luis Carrion Cruz; BARRICADA, 25 Apr 86).....	189
Logjam at Corinto Port Described (BARRICADA, 21, 22 Apr 86).....	192
List of Supplies, by Maria Mayorga	192
Paperwork Blamed	197
Additions to List	199
New Miskito Workers' Trade Union Formed (LA PRENSA, 30 Apr 86).....	201
Evangelicals to Confront 'National Reality' (BARRICADA, 9 Apr 86).....	203
Briefs	
250,000 Displaced by War	205
1985 Gold Production Figures	205

#### PERU

Lima Mayor Cites Pentagon Document on Nicaragua (AFP, 25 May 86).....	206
Former Minister on Economy, Debt Problems (Ismael Benavides Ferreyros Interview; OIGA, 21 Apr 86).....	207
Retired General Reported Missing in Jungle (AFP, 8 May 86).....	213
Briefs	
Trade With Cuba	214

#### ST LUCIA

May Day Brings Reviews of Labor Movement, Leaders' Dispute (CRUSADER, 26 Apr, 3 May 86).....	215
Assessment of Union Situation, Editorial	215
May Day Message	217
Political Tussle	218

ST VINCENT AND THE GRENADINES

Briefs	
Pact With Bonn	219

TRINIDAD AND TOBAGO

Ministry Official Suspended in Rice Imports Probe (Norris Solomon; TRINIDAD GUARDIAN, 10 May 86).....	220
Fedchem Lockout Angers Union, Sparks Analysis of Relations (DAILY EXPRESS, 17, 21 May 86; SUNDAY EXPRESS, 18 May 86).....	221
Union Views on Wages	221
Employer-Union Contention, by Andy Johnson	222
Union Determination, by Davan Maharaj	225
Union Leader Says Government Out To Dismantle Sugar Industry (DAILY EXPRESS, 17 May 86).....	226
Electoral Boundary Changes Could Favor Ruling PNM (Anthony Milne; DAILY EXPRESS, 19 May 86).....	227
Robinson Sets Guidelines for NAR Candidates' Conduct (Gail Alexander; TRINIDAD GUARDIAN, 10 May 86).....	228
Broad Range of Backgrounds Found in NAR Candidates (DAILY EXPRESS, 19 May 86).....	229
Dock Workers Find Cocaine, Weapons in Containers (TRINIDAD GUARDIAN, 17 May 86).....	230
Briefs	
Parties Contesting Elections	231
Caroni Sugar Crop	231

TURKS & CAICOS

Ministers Deny Reports of Impending Resignations (TURKS & CAICOS NEWS, 17 Apr 86).....	232
Governor's Power in Commissions of Inquiry Examined (TURKS & CAICOS NEWS, 17 Apr 86).....	233
Paper Comments on Work of Commission of Inquiry (Editorial; TURKS & CAICOS NEWS, 24 Apr 86).....	234
Briefs	
Government Office for Provo	236
Fine for Dominican Fishermen	236

## URUGUAY

### Briefs

Sanguinetti on U.S. Policy	237
Inflation Rate	237

## VENEZUELA

Administration's Performance During First 2 Years Analyzed (Carlos Dorante; BOHEMIA, 5-11 May 86).....	238
Finance Minister Acknowledges Large Fiscal Deficit in 1986 (Jorge Villalba; EL UNIVERSAL, 8 May 86).....	242
Impact of Oil Price, Foreign Debt Payments, 1987 Deficit Viewed (Bernardo Fischer; EL UNIVERSAL, 10 May 86).....	246
Drop in Petroven's Financial Reserves Reported (Marbella Molina; Caracas Television Service, 5 May 86).....	250
Copei Leader on Institutional Pact, Other Issues (EL UNIVERSAL, 6 May 86).....	251
Pinerua Announces Candidacy for AD Presidential Nomination (EL UNIVERSAL, 11 May 86).....	253

/6539



20 JUNE 1986

## LATIN AMERICA REPORT

## CONTENTS

## ARGENTINA

Political Leaders Voice Opinion on Constitutional Amendment (CLARIN, 23 Apr 86) .....	1
Canitrot Rejects CGT's '26-Point' Proposal (CLARIN, 23 Apr 86) .....	3
Rios Erenu on 'Antidemocratic Groups' in Army (BUENOS AIRES HERALD, 29 May 86) .....	5
Poll Reveals Majority Approves Proposed Divorce Law (Ruben Correa; SOMOS, 30 Apr 86) .....	6
Briefs	
CGT To Be Normalized	10
Troccoli Denies Changes	10

## BOLIVIA

MIR Presents Alternative Proposal to Tax Reform Draft Bill (EL DIARIO, 3 May 86) .....	11
Customs Official Laments Level of Corruption in Department (EL DIARIO, 4 May 86) .....	13
Contraband Activities Reportedly Increasing (EL DIARIO, 4 May 86) .....	15
MIR's Paz Zamora Says Opposition Front Planned (Jaime Paz Zamora Interview; EL PERIODISTA, 25 Apr- 1 May 86) .....	20

## BRAZIL

Government Perceptions of Main Adversaries of Economic Package (VEJA, 30 Apr 86) .....	23
---	----

## CHILE

Carabineros Chief Comments on Organization's Strength, Role (Rodolfo Stange Oelckers Interview; LA NACION, 27 Apr 86)	31
Former Minister Jarpa Advocates Constitutional Reforms (EL MERCURIO, 3 May 86) .....	39
Labor Leader Seguel Protests Arms Sales From Spain (Rodolfo Seguel Interview; DIARIO 16, 4 May 86) .....	41
Armed Forces Studying Legal Aspects of Constitutional Reforms (Ascanio Cavallo; HOY, 12-18 May 86) .....	46
Sociological Effect of Military Raids on Shantytowns Featured (HOY, 12-18 May 86) .....	51
Socialist Leader in Exile Discusses Internal Situation (Manuel Almeyda Medina Interview; ANALISIS, 13-19 May 86)	55

## CUBA

Bishop Responds to Valladares' Accusation of Church-State Ties (Felipe Romero; Havana International Service, 23 May 86)	61
Briefs Closer CDR-PNR Ties	62

## GUATEMALA

Andrade on Foreign Debt, Central American Crisis (EL GRAFICO, 19 Apr 86) .....	63
First Lady Participates in Demonstrations (EL GRAFICO, 22 Apr 86; PRENSA LIBRE, 21 Apr 86) .....	64
CACIF Targeted	64
Neutrality 'Jeopardized', Editorial	64
Archbishop Supports Cerezo, Regional Summit (PRENSA LIBRE, 21 Apr 86) .....	67
Leftist, Rightist Groups State Positions (EL GRAFICO, 3, 6 Apr 86) .....	68
PGT Outlines Crisis	68
Opponents Reply	73

Schlotter Outlines Long-Range Goals (PRENSA LIBRE, 16 Apr 86) .....	75
--	----

## PERU

Villanueva del Campo on APRA Party Plenum (EL NACIONAL, 14 Apr 86) .....	76
Chamber of Deputies Head on Various Issues (Fernando Leon de Viviero Interview; EL NACIONAL, 27 Apr 86)	78
Briefs	
Greater Lima Train	82
National Bank Move	82
Land Titles	82
Air, Space Law Course	83

## URUGUAY

Trade Objectives Reexamined Prior to Impending GATT Talks (Various sources, various dates) .....	84
Meeting in Punta del Este, by Efrain Mannise	84
Developing Countries' Proposals	85
Major Opportunity	87
Textile Seminar	89
Overview of Current Textile Trade Situation, by Julio A. Franco	89
Agricultural Countries Coordinate Policies	91
Subsidies and Protectionism Scored	91
Farm Protectionism Denounced	93

## VENEZUELA

Lepage on Terrorism, Media Freedom, Foreign Debt (EL UNIVERSAL, 20 May 86) .....	96
Fiscal Surplus, Monetary Policy During First Trimester Viewed (Alan Lugo G.; EL UNIVERSAL, 20 May 86) .....	99
Fiscal Deficit Expected To Reach 20 Billion Bolivares in 1987 (Nadia F. Badra; EL DIARIO DE CARACAS, 10 May 86) .....	102

/9986



23 JUNE 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

South African Military Pact With LA Countries Revealed (Guillermo Tello Rosas Interview; LA RAZON, 3 May 86).....	1
Caribbean Bank Conference in Caracas (CANA, 15 May 86).....	4
Argentine, Brazilian Trade Talks Reportedly Unsuccessful (LA RAZON, 8 May 86).....	6
Argentina, Bolivia Set Joint Road Project in Motion (EL TIEMPO, 7 May 86).....	8
Briefs	
Antigua-Venezuela Cooperation Agreement	10

## ARGENTINA

Consolidation of Democracy Council Coordinator Reviews Plans (Carlos Santiago Nino Interview; SOMOS, 23 Apr 86).....	11
Democracy Council Begins Work on Judicial Reforms (EL PERIODISTA, 2-8 May 86).....	15
Top Economists Examine Progress of Austral Plan (Domingo Cavallo, et al., Interviews; MERCADO, 24 Apr 86).....	20
Motives, Impact of Orders To Accelerate Military Trials Assessed (Hernan Pereyra; SOMOS, 30 Apr 86).....	30

## BOLIVIA

MIR-Masas Leader Rejects Accusation (La Paz La Red Panamericana, 3 Jun 86).....	34
Briefs	
Foreign Ministry on AFP Report	35

## BRAZIL

Federal Debt Drops in April: Monetary Base Expands (O ESTADO DE SAO PAULO, 17 May 86).....	36
IBGE Puts April Inflation Rate at 0.78 Percent (O ESTADO DE SAO PAULO, 17 May 86).....	38
Wider Strategy To Obtain Better Repayment Conditions Planned (CANA, 1 Jun 86).....	40
Businessmen Becoming More Involved in Politics (EXAME, 16 Apr 86).....	42
Agriculture Minister Cites Possible 20 Percent Rise in Harvest (O ESTADO DE SAO PAULO, 20 May 86).....	53
Zhao Ziyang Meets Brazilians From Parana (XINHUA, 2 Jun 86).....	54
CONSIDER Projects 15 Percent Rise in Nonferrous Metal Sector (O ESTADO DE SAO PAULO, 14 May 86).....	55
Briefs	
No New Money Now	56
Joint Venture With Sweden	56

## CHILE

TELAM: 'Outage Plebiscite' Against Pinochet Fails (TELAM, 31 May 86).....	58
Seguel Considers Civic Assembly as 'Last Hope' (Rodolfo Seguel Interview; CLARIN, 9 May 86).....	59
Abeliuk Promotes 'Peaceful Solution' Now (Rene Abeliuk Manasevich Interview; COSAS, 15 May 86)....	62
Shantytown Leader Assesses Recent Government Raids (Eduardo Valencia Interview; ANALISIS, 20-26 May 86).....	68

MDP's Almeyda Discusses Opposition, Prospects for Democracy (Manuel Almeyda Interview; ANALISIS, 13-19 May 86).....	70
--	----

#### Briefs

Navy Shoots at Civilians	76
Police Arrest Students, Priest	76
Belgian Priest Released	76

#### GUATEMALA

Linares Claims Debt Renegotiation Efforts Meeting a Success (PRENSA LIBRE, 2 Apr 86).....	78
--	----

Cerezo's Economic Plan Receives Mixed Reviews (PRENSA LIBRE, various dates; EL GRAFICO, 3, 30 Apr 86)...	79
---	----

CACIF Calls for Liberalization	79
CIEN Supports Exports	80
CUSG States Opposition, by Arnaldo Cruz	83
UCN Sees Ambiguities	84
MAS Doubts Effectiveness	85

PR Official Questions Status of Oil Revenues (PRENSA LIBRE, 14 Apr 86).....	87
--	----

#### Briefs

Banguat Acquires Vice President	89
---------------------------------	----

#### HAITI

Political Relationship With U.S., France Discussed (Editorial, Frantz Bataille; LE PETIT SAMEDI SOIR, 5-11 Apr 86).....	90
---	----

Populist Fervor Seen Belying Political Status Quo (Mac-Ferri Morquette; LE PETIT SAMEDI SOIR, 5-11 Apr 86)...	93
--	----

#### NICARAGUA

Practices of Legal Profession Criticized (BARRICADA, various dates).....	96
---	----

'Controls' Urged, by Lidia Hunter	96
Police Intervention 'Necessary', by Lidia Hunter Cantillano	102
People's Law Office	104
Self-Criticism by Law Students	105

PERU

Bernales Leaves PSR Post, Gives Ideas on Socialism (Enrique Bernales Ballesteros Interview; EL NACIONAL, 4 May 86).....	108
National Decentralization Forum: Ucayali Seeks Region Status (EL NACIONAL, 4 May 86).....	114

/12223

25 JUNE 1986

## LATIN AMERICA REPORT

## CONTENTS

## INTER-AMERICAN AFFAIRS

## Briefs

Bolivia-Chile Rapprochement	1
Argentina, Cuba Sign Contract	1
Havana on Argentine Contadora Support	1
SELA Official on Foreign Debt	2

## ARGENTINA

## Briefs

State Intelligence Service Changes	3
------------------------------------	---

## BOLIVIA

Budget, Tax Reform Legislation Meet With Disapproval (EL MUNDO, 28, 30 Mar 86; LOS TIEMPOS, 1 Apr 86) .....	4
ADN and MNR Begin Tax Study	4
Senator Urges Peasant Tax Exemption	5
Regional Tax Revenues Defended	6

## BRAZIL

Winners, Losers in TSE Veto of Two-Round Gubernatorial Elections (Carlos Chagas; O ESTADO DE SAO PAULO, 10 May 86) .....	8
Foreign Minister Addresses SELA Meeting (Abreu Sodre; O ESTADO DE SAO PAULO, 27 May 86) .....	11
Boff on Status of Vatican-Liberation Theology Relations (Leonardo Boff Interview; CORREIO BRAZILIENSE, 20 Apr 86)	13
CEB's Lobby for Land Reform; PT Infiltration Charges (O ESTADO DE SAO PAULO, 20 Apr 86; O GLOBO, 1, 2 May 86)	18

CNBB Promotes Discussion	18
PT Infiltration Charged	19
PT Denies Allegations	19
Government Suspends Fiscal Incentives for Foreign Investment (EFE, 27 May 86) .....	20
Funaro, Bracher on Pending Banking Reform Measures (O ESTADO DE SAO PAULO, 7, 10 May 86) .....	22
Minister of Finance Views	22
Bracher Minimizes Impact of Changes	24
Interest Payments to Creditor Banks To Drop \$4.2 Billion (O ESTADO DE SAO PAULO, 14 May 86) .....	26
Banking Reform Said Suspended in Favor of Minor Adjustments (CORREIO BRAZILIENSE, 11 May 86) .....	27
CACEX Head Projects April Trade Surplus Over \$1.2 Billion (O ESTADO DE SAO PAULO, 10 May 86) .....	30
Soviet Trade Officials Note Strategic Importance in Relations (JORNAL DO COMMERIO, 30-31 Mar 86) .....	32
Japanese Firms Expand Investments After Stabilization Plan (O ESTADO DE SAO PAULO, 22 May 86) .....	36
Trade Relations With Hungary Discussed (CORREIO BRAZILIENSE, 24 Apr 86) .....	37
Dante de Oliveira Appointed New Agrarian Reform Minister (Brasilia Domestic Service, 28 May 86) .....	39
Reportage on Agrarian Reform Implementation, Death Toll (O ESTADO DE SAO PAULO, 3, 6 May 86) .....	41
Seven States Affected	41
First Regional Plans	44
Large Reduction in 1985/86 Grain Crop Projected (O ESTADO DE SAO PAULO, 4, 7 May 86) .....	48
Low Prices, Satisfactory Production	48
Smaller Grain Harvest This Year	50
Phases of Albacora Oil Field Exploration in 1987 Defined (O GLOBO, 13 May 86) .....	52
Briefs	
Governor Cancels Trip to PRC	55
Oil Reserve Found in Baia de Campos	55

CORREIO DO POVO Reappears	56
Sao Paulo Unemployment Increase	56
Gold Production Data	56
Steel Production Rise	57
Military on Nicaragua	57
Oil Imports Savings	58
Joint Ventures With Italy	58
Libyan-Financed Project in Fortaleza	58

#### SCIENCE AND TECHNOLOGY

Firms Doing R&D in Biotechnology Listed (JORNAL DO BRASIL, 27 Apr 86) .....	59
New Law Would Protect Software Market (O ESTADO DE SAO PAULO, 30 Apr 86) .....	62
Cutting Edge Technologies To Receive Favorable Credits (O ESTADO DE SAO PAULO, 3 May 86) .....	64
Industrialized Countries' High Tech Dominance Protested (O ESTADO DE SAO PAULO, 3 May 86) .....	66
Landsat, Spot Satellites To Aid Land Reform (JORNAL DO BRASIL, 7 Apr 86) .....	67
Briefs	
Decision on New Scientific Satellite	69

#### DOMINICAN REPUBLIC

Central Bank President Concludes Debt Renegotiation (LISTIN DIARIO, 8 Mar 86) .....	70
--	----

#### ECUADOR

Opposition Leaders Demand Policy Changes (Enrique Garcia; Havana International Service, 4 Jun 86)	74
Briefs	
Oil Prices, Foreign Debt	75

#### GUATEMALA

Squatters Under Attack, Face Fines, Imprisonment (EL GRAFICO, 25 Feb 86) .....	76
Cerezo Declares Policy	76

Opposition 'Manipulates' Landless	76
Initial Policy Criticized, Editorial	77
MEXICO	
Lopez Portillo Calls Honduran President's Remarks Libelous (EXCELSIOR, 23 Apr 86) .....	79
PANAMA	
Archbishop Discloses Details of 1971 Killing of Priest (EXTRA, 29 May 86) .....	80
PARAGUAY	
Presidential Press Secretary Refutes Brazilian Press Item (ULTIMA HORA, 1 Jun 86) .....	81
Hospital Leader Interviewed on 11 Days in Police Custody (Carlos Filizzola Interview; EL PUEBLO, 28 May 86) .....	83
Briefs	
Social Sectors Form Liberation Movement	86
Release of Student, Peasant Leaders	86
PERU	
Garcia Promulgates Law on Job Stability (Lima Television Peruana, 5 Jun 86) .....	87
Briefs	
New Mining Company President	88
URUGUAY	
Broad Front Sets Forth New Decision-Making Mechanism (BUSQUEDA, 24 Apr 86) .....	89
Broad Front Legislator Questions Party's Position (Francisco Rodriguez Camusso Interview; BUSQUEDA, 8 May 86)	94
Medina: Armed Forces Loyal to Constitution (EL DIA, 19 May 86) .....	98
Health Workers Call 72-Hour Strike (EFE, 3 Jun 86) .....	99
Briefs	
Press Association Issues Demands	100
Commission To Study Armed Forces	100

Seregni Not To Visit U.S.	100
Iglesias' Trip Abroad	101

# VENEZUELA

COPEI Leader Notes Opposition To Debt Refinancing Terms (EL UNIVERSAL, 2 May 86) .....	102
AD President on Foreign Debt, Freedom of Press, Other Issues (Orlando Utrera; EL DIARIO DE CARACAS, 12 May 86) .....	104
Lusinchi Appoints Special Commission To Study CTV Document (Jose R. Hurtado; EL UNIVERSAL, 14 May 86) .....	107
Factors Contributing to Oil Exports Increase Viewed (C. R. Chavez; EL UNIVERSAL, 10 May 86) .....	111
Briefs	
Poll Reflects Industrial Growth	113
Sucre Governor Resigns	113

/9986

END



**END OF**

**FICHE**

**DATE FILMED**

Oct 8, 1986